

## DIRECTORS' REPORT

The Directors hereby submit their report and the audited financial statements of the Group and of the Company for the financial period ended 30 November 2025.

### Principal activities

The principal activity of the Company is investment holding.

The principal activities of the subsidiaries are set out in Note 16 to the financial statements.

### Change of financial year end

During the financial period, the Group and the Company changed their financial year end from 30 June to 30 November. Accordingly, the current financial period covers a period of seventeen (17) months, from 1 July 2024 to 30 November 2025. Consequently, the comparative amounts in the statements of comprehensive income, statements of changes in equity, statements of cash flows and related notes to the financial statements are not comparable.

### Financial results

	Group RM	Company RM
(Loss)/Profit for the financial period attributable to:		
Owners of the Company	(10,311,625)	4,478,267
Non-controlling interests	(612,156)	-
	(10,923,781)	4,478,267

### Reserves and provisions

There were no material transfers to or from reserves and provisions during the financial period except as disclosed in the financial statements.

### Dividends

No dividend has been paid, declared or proposed since the end of the previous financial period. The Directors do not recommend any dividends for the current financial period ended 30 November 2025.

## DIRECTORS' REPORT

### Directors

The Directors who have held office during the financial period and up to the date of this report are:

Adam Yusuff Bin Abd Aziz \*  
 Dato' Abd Aziz Bin Haji Sheikh Fadzir  
 Teo Gim Suan  
 Yin Kong Fung \*  
 Farah Nadia Binti Fazaruddin (Appointed on 27 June 2025)  
 Lee Kian Bin @ Tommy (Appointed on 30 March 2026)  
 Lim Shaw Keong @ Alfred Lim (Appointed on 30 March 2026)  
 Datuk Lim Nyuk Sang @ Freddy Lim (Resigned on 10 January 2025)  
 Datuk Zulkarnain Bin Md Eusope (Resigned on 27 March 2025)

\* These Directors are also Directors of certain subsidiaries of the Company.

Pursuant to Section 253 of the Companies Act, 2016 in Malaysia, the Directors of subsidiaries during the financial period and up to the date of this report, who are not also the Directors of the Company, are as follows:

Lim Fei Nee  
 Hafidzi Bin Zakaria  
 Noel Clyster Philip  
 Navindran A/L Balakrishnan (Appointed on 21 May 2025)  
 Koo Jenn Man (Resigned on 26 September 2025)

### Directors' interests in shares

The holdings and deemed holdings in the ordinary shares of the Company and its related corporations (other than wholly-owned subsidiaries) of those who were Directors at the end of the financial period, as recorded in the Register of Directors' Shareholding kept under Section 59 of the Companies Act, 2016 in Malaysia are as follows:

Direct interest:	Number of ordinary shares			At 30.11.2025
	At 1.7.2024	Bought/ Allotment	Sold	
Dato' Abd Aziz Bin Haji Sheikh Fadzir	12,360,100	4,233,000	-	16,593,100
Adam Yusuff Bin Abd Aziz	452,211	-	-	452,211
<b>Indirect interest:</b>				
Dato' Abd Aziz Bin Haji Sheikh Fadzir *	8,400,000	-	(3,675,000)	4,725,000

\* Interest by virtue of the Director's interest in TA Nominees (Tempatan) Sdn. Bhd..

## DIRECTORS' REPORT

### Directors' interests in shares (continued)

By virtue of their interests in the ordinary shares of the Company, Dato' Abd Aziz Bin Haji Sheikh Fadzir and Adam Yusuff Bin Abd Aziz are also deemed to have interests in shares in its related corporations during the financial period to the extent of the Company's interests in accordance with Section 8 of the Companies Act, 2016.

None of the other Directors holding office at the end of the financial period had any interest in the ordinary shares of the Company and its related corporations during the financial period.

### Directors' benefits

Since the end of the previous financial period, no Director of the Company has received nor become entitled to receive any benefit (other than a benefit included in the aggregate amount of emoluments received or due and receivable by Directors as disclosed in the financial statements or the fixed salary of a full-time employee of the Company or related corporations) by reason of a contract made by the Company or a related corporation with the Director or with a firm of which the Director is a member, or with a company in which the Director has a substantial financial interest, except as disclosed in Note 28 to financial statements.

There were no arrangements during and at the end of the financial period, which had the object of enabling the Directors of the Company to acquire benefits by means of the acquisition of shares in, or debentures of the Company or any other body corporate.

### Directors' remuneration

The remuneration paid to or receivable by the Directors of the Group and of the Company during the financial period amounted to RM1,153,314 and RM716,588 respectively.

### Indemnity and insurance for Directors, officers and auditors

There was no indemnity given to or liability insurance effected for any Director, officer or auditor of the Group and of the Company during the financial period.

### Subsidiaries

The details of the Company's subsidiaries are disclosed in Note 16 to the financial statements.

### Issues of shares and debentures

The Company did not issue any new shares or debentures during the financial period.

### Options granted over unissued shares

No options were granted to any person to take up unissued shares of the Company during the financial period.

## Other statutory information

Before the financial statements of the Group and of the Company were made out, the Directors took reasonable steps to ascertain that:

- (i) all known bad debts had been written off and adequate allowance had been made for doubtful debts; and
- (ii) all current assets which were unlikely to realise their book values in the ordinary course of business had been written down to an amount which they might be expected so to realise.

At the date of this report, the Directors are not aware of any circumstances:

- (i) which would render it necessary to write off any bad debts, or the amount of the allowance for doubtful debts in the financial statements of the Group and of the Company inadequate to any substantial extent; or
- (ii) which would render the value attributed to the current assets in the financial statements of the Group and of the Company misleading; or
- (iii) which have arisen which render adherence to the existing method of valuation of assets or liabilities of the Group and of the Company misleading or inappropriate; or
- (iv) not otherwise dealt with in this report or the financial statements, which would render any amount stated in the financial statements of the Group and of the Company misleading.

As at the date of this report, there does not exist:

- (i) any charge on the assets of the Group and of the Company that has arisen since the end of the financial period which secures the liabilities of any other person; or
- (ii) any contingent liability in respect of the Group and of the Company that has arisen since the end of the financial period.

No contingent liability or other liability of the Group and of the Company has become enforceable, or is likely to become enforceable within the period of twelve (12) months after the end of the financial period which, in the opinion of the Directors, will or may substantially affect the ability of the Group and of the Company to meet their obligations as and when they fall due.

In the opinion of the Directors, the financial performance of the Group and of the Company for the financial period ended 30 November 2025 have not been substantially affected by any item, transaction or event of a material and unusual nature nor has any such item, transaction or event occurred in the interval between the end of the financial period and the date of this report.

## Subsequent events

Details of subsequent events are disclosed in Note 35 to the financial statements.

## DIRECTORS' REPORT

### Auditors

The auditors, PKF PLT, have indicated their willingness to continue in office.

During the financial period, the total amount of fees paid to or receivable by the auditors as remuneration for their services as auditors of the Group and of the Company amounted to RM384,360 and RM149,500 respectively.

Signed on behalf of the Board  
in accordance with a resolution of the Directors,

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ADAM YUSUFF BIN ABD AZIZ  
Director

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YIN KONG FUNG  
Director

Dated 30 March 2026

## STATEMENT BY DIRECTORS

PURSUANT TO SECTION 251(2) OF THE COMPANIES ACT, 2016

In the opinion of the Directors, the accompanying financial statements set out on pages 95 to 163 are drawn up in accordance with Malaysian Financial Reporting Standards, International Financial Reporting Standards and the requirements of the Companies Act, 2016 in Malaysia so as to give a true and fair view of the financial position of the Group and of the Company as at 30 November 2025 and of their financial performance and cash flows for the financial period ended on that date.

Signed on behalf of the Board  
in accordance with a resolution of the Directors,

\_\_\_\_\_  
ADAM YUSUFF BIN ABD AZIZ  
Director

\_\_\_\_\_  
YIN KONG FUNG  
Director

Dated 30 March 2026

## STATUTORY DECLARATION

PURSUANT TO SECTION 251(1)(B) OF THE COMPANIES ACT, 2016

I, YIN KONG FUNG, being the Director primarily responsible for the financial management of MAXLAND BERHAD, do solemnly and sincerely declare that to the best of my knowledge and belief, the accompanying financial statements set out on pages 95 to 163 are in my opinion correct, and I make this solemn declaration conscientiously believing the same to be true and by virtue of the provisions of the Statutory Declarations Act, 1960 in Malaysia.

Subscribed and solemnly declared by  
the abovenamed YIN KONG FUNG  
at Sandakan in the state of Sabah  
on 30 March 2026

\_\_\_\_\_  
YIN KONG FUNG  
MIA No. 41705

Before me,

\_\_\_\_\_  
COMMISSIONER FOR OATHS

## INDEPENDENT AUDITORS' REPORT

TO THE MEMBERS OF MAXLAND BERHAD

Registration No: 199601026940 (399292 - V)  
(Incorporated in Malaysia)

### Report on the Audit of the Financial Statements

#### Opinion

We have audited the financial statements of MAXLAND BERHAD, which comprise the statements of financial position as at 30 November 2025 of the Group and of the Company, and the statements of profit or loss and other comprehensive income, statements of changes in equity and statements of cash flows of the Group and of the Company for the period then ended, and notes to the financial statements, including material accounting policy information, as set out on pages 95 to 163.

In our opinion, the accompanying financial statements give a true and fair view of the financial position of the Group and of the Company as at 30 November 2025, and of their financial performance and their cash flows for the period then ended in accordance with Malaysian Financial Reporting Standards, International Financial Reporting Standards and the requirements of the Companies Act, 2016 in Malaysia.

#### Basis for Opinion

We conducted our audit in accordance with approved standards on auditing in Malaysia and International Standards on Auditing. Our responsibilities under those standards are further described in the *Auditors' Responsibilities for the Audit of the Financial Statements* section of our report. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

#### *Independence and Other Ethical Responsibilities*

We are independent of the Group and of the Company in accordance with the *By-Laws (on Professional Ethics, Conduct and Practice)* of the Malaysian Institute of Accountants ("By-Laws") and the International Ethics Standards Board for Accountants' *International Code of Ethics for Professional Accountants (including International Independence Standards)* ("IESBA Code"), and we have fulfilled our other ethical responsibilities in accordance with the By-Laws and the IESBA Code.

#### Material Uncertainty Related to Going Concern

We draw attention to Note 2 in the financial statements, which indicates that the Group incurred a gross loss and net loss of RM7,756,234 and RM10,923,781 respectively during the financial period ended 30 November 2025 and, as of that date, the Group's current liabilities exceeded its current assets by RM29,478,513. As stated in Note 2, these events or conditions, along with other matters as set forth in Note 2, indicate that a material uncertainty exists that may cast significant doubt on the Group's ability to continue as a going concern. Our opinion is not modified in respect of this matter.

## INDEPENDENT AUDITORS' REPORT

TO THE MEMBERS OF MAXLAND BERHAD

Registration No: 199601026940 (399292 - V)  
(Incorporated in Malaysia)

### Key Audit Matters

Key audit matters are those matters that, in our professional judgement, were of most significance in our audit of the financial statements of the Group and of the Company for the current period. These matters were addressed in the context of our audit of the financial statements of the Group and of the Company as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. In addition to the matter described in the *Material Uncertainty Related to Going Concern* section, we have determined the matters described below to be the key audit matters to be communicated in our report.

Area of focus – Group	How our audit addressed the key audit matter
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#### Reliance on management's experts

The Group engaged independent valuers to value its biological assets, which are carried at fair value less costs to sell, and to determine the recoverable amount of certain significant property, plant and equipment and timber rights that are exhibiting impairment indicators due to the significant loss of RM10,923,781 suffered by the Group.

The independent valuers use industry/market accepted valuation methodology and approaches to determine the fair value of the underlying assets. For biological assets and timber rights, they further rely on the independent forester to estimate the harvestable volume of standing timber.

Due to the measurement of fair value being inherently judgemental, especially the independent forester's use of random sample plot method to estimate the forest inventory, which is subject to sampling error, and the carrying value of these assets being material to the Group, we have considered this to be a key audit matter.

Our audit procedures included, among others:

- Obtaining the valuation reports and forester report prepared by the independent valuers and independent forester engaged by the Group;
- Reviewing these reports for appropriateness of the methodology used and the reasonableness of the assumptions used; and
- Assessing the competency, capabilities and objectivity of these independent valuers and independent forester engaged by the Group.

#### Company

There are no key audit matters to be communicated in respect of the audit of the financial statements of the Company.

## INDEPENDENT AUDITORS' REPORT

TO THE MEMBERS OF MAXLAND BERHAD

Registration No: 199601026940 (399292 - V)  
(Incorporated in Malaysia)

### Information Other than the Financial Statements and Auditors' Report Thereon

The Directors of the Company are responsible for the other information. The other information comprises the information included in the annual report, but does not include the financial statements of the Group and of the Company and our auditors' report thereon.

Our opinion on the financial statements of the Group and of the Company does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements of the Group and of the Company, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements of the Group and of the Company or our knowledge obtained in the audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

### Responsibilities of the Directors for the Financial Statements

The Directors of the Company are responsible for the preparation of financial statements of the Group and of the Company that give a true and fair view in accordance with Malaysian Financial Reporting Standards, International Financial Reporting Standards and the requirements of the Companies Act, 2016 in Malaysia. The Directors are also responsible for such internal control as the Directors determine is necessary to enable the preparation of financial statements of the Group and of the Company that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements of the Group and of the Company, the Directors are responsible for assessing the Group's and the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Directors either intend to liquidate the Group or the Company or to cease operations, or have no realistic alternative but to do so.

### Auditors' Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements of the Group and of the Company as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with approved standards on auditing in Malaysia and International Standards on Auditing will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

## INDEPENDENT AUDITORS' REPORT

TO THE MEMBERS OF MAXLAND BERHAD

Registration No: 199601026940 (399292 - V)  
(Incorporated in Malaysia)

### Auditors' Responsibilities for the Audit of the Financial Statements (continued)

As part of an audit in accordance with approved standards on auditing in Malaysia and International Standards on Auditing, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- (i) Identify and assess the risks of material misstatement of the financial statements of the Group and of the Company, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- (ii) Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Group's and the Company's internal control.
- (iii) Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Directors.
- (iv) Conclude on the appropriateness of the Directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Group's or the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' report to the related disclosures in the financial statements of the Group and of the Company or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditors' report. However, future events or conditions may cause the Group or the Company to cease to continue as a going concern.
- (v) Evaluate the overall presentation, structure and content of the financial statements of the Group and of the Company, including the disclosures, and whether the financial statements of the Group and of the Company represent the underlying transactions and events in a manner that achieves fair presentation.
- (vi) Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group to express an opinion on the financial statements of the Group. We are responsible for the direction, supervision and performance of the group audit. We remain solely responsible for our audit opinion.

## INDEPENDENT AUDITORS' REPORT

TO THE MEMBERS OF MAXLAND BERHAD

Registration No: 199601026940 (399292 - V)  
(Incorporated in Malaysia)

### **Auditors' Responsibilities for the Audit of the Financial Statements** (continued)

We communicate with the Directors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide the Directors with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, actions taken to eliminate threats or safeguards applied.

From the matters communicated with the Directors, we determine those matters that were of most significance in the audit of the financial statements of the Group and of the Company for the current period and are therefore the key audit matters. We describe these matters in our auditors' report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

### **Report on Other Legal and Regulatory Requirements**

In accordance with the requirements of the Companies Act, 2016 in Malaysia, we report that the subsidiaries of which we have not acted as auditors, are disclosed in Note 16 to the financial statements.

### **Other Matter**

This report is made solely to the members of the Company, as a body, in accordance with Section 266 of the Companies Act, 2016 in Malaysia and for no other purpose. We do not assume responsibility to any other person for the content of this report.

PKF PLT  
202206000012 (LLP0030836-LCA) & AF0911  
CHARTERED ACCOUNTANTS

CHAU MAN KIT  
02525/03/2028 J  
CHARTERED ACCOUNTANT

Sandakan

Dated 30 March 2026

## STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

FOR THE FINANCIAL PERIOD ENDED 30 NOVEMBER 2025

	Note	Group		Company	
		1.7.2024 to 30.11.2025 RM	1.1.2023 to 30.06.2024 RM	1.7.2024 to 30.11.2025 RM	1.1.2023 to 30.06.2024 RM
Revenue	5	84,674,351	89,288,575	6,223,414	1,614,000
Cost of sales		(92,430,585)	(120,802,055)	-	-
<b>Gross (loss)/profit</b>		(7,756,234)	(31,513,480)	6,223,414	1,614,000
Other operating income	6	41,862,027	4,023,347	3,509,137	1,356
Other operating expenses	7	(5,956,412)	(27,126,116)	(80,816,667)	-
Reversal of impairment loss/ (Impairment loss) on investments in subsidiaries	16	-	-	70,517,045	(1,600,000)
(Allowance)/Reversal for expected credit losses	20	(3,578,117)	48,332,678	12,922,958	(11,941,183)
Fair value gain/(loss) on biological assets	18	5,430,000	(19,000,000)	-	-
Selling expenses		(5,866,427)	(3,649,945)	-	-
Administrative expenses		(20,016,236)	(14,484,448)	(7,853,017)	(2,439,595)
<b>Profit/(Loss) from operations</b>	10	4,118,601	(43,417,964)	4,502,870	(14,365,422)
Finance costs	11	(16,212,309)	(25,830,056)	-	-
<b>(Loss)/Profit before taxation</b>		(12,093,708)	(69,248,020)	4,502,870	(14,365,422)
Income tax income/(expense)	12	1,169,927	8,070,583	(24,603)	11,674
<b>(Loss)/Profit for the financial period/Total comprehensive (loss)/income for the financial period</b>		(10,923,781)	(61,177,437)	4,478,267	(14,353,748)
<b>(Loss)/Profit attributable to/ Total comprehensive (loss)/ income attributable to:</b>					
Owners of the Company		(10,311,625)	(61,225,895)	4,478,267	(14,353,748)
Non-controlling interests		(612,156)	48,458	-	-
		(10,923,781)	(61,177,437)	4,478,267	(14,353,748)
<b>Loss per share attributable to owners of the Company (sen per share)</b>					
Basic and diluted	13	(0.64)	(4.00)		

*The accompanying accounting policies and explanatory notes form an integral part of the financial statements.*

# STATEMENTS OF FINANCIAL POSITION

AS AT 30 NOVEMBER 2025

ASSETS	Note	Group		Company	
		30.11.2025 RM	30.06.2024 RM	30.11.2025 RM	30.06.2024 RM
<b>Non-current assets</b>					
Property, plant and equipment	14	143,818,757	166,298,702	40,271	2,841
Intangible assets	15	10,353,016	10,353,016	-	-
Investments in subsidiaries	16	-	-	2,300,000	1,000,000
Investment in an associate company	17	40	-	-	-
Biological assets	18	124,375,138	115,700,000	-	-
		<u>278,546,951</u>	<u>292,351,718</u>	<u>2,340,271</u>	<u>1,002,841</u>
<b>Current assets</b>					
Inventories	19	8,835,179	18,707,600	-	-
Trade and other receivables	20	36,303,492	23,608,634	11,176,354	824,356
Tax recoverable		353,459	-	9,363	25,484
Cash and bank balances	21	1,818,580	5,294,675	30,424	1,332,683
		<u>47,310,710</u>	<u>47,610,909</u>	<u>11,216,141</u>	<u>2,182,523</u>
<b>TOTAL ASSETS</b>		<u><u>325,857,661</u></u>	<u><u>339,962,627</u></u>	<u><u>13,556,412</u></u>	<u><u>3,185,364</u></u>
<b>EQUITY AND LIABILITIES</b>					
<b>Equity attributable to owners of the Company</b>					
Share capital	22	247,733,671	247,733,671	247,733,671	247,733,671
Other reserves	23	27,133	27,133	-	-
Accumulated losses	24	(64,653,055)	(54,191,443)	(241,301,124)	(245,779,391)
		<u>183,107,749</u>	<u>193,569,361</u>	<u>6,432,547</u>	<u>1,954,280</u>
Non-controlling interests		1,079,808	1,000,000	-	-
<b>Total equity</b>		<u><u>184,187,557</u></u>	<u><u>194,569,361</u></u>	<u><u>6,432,547</u></u>	<u><u>1,954,280</u></u>
<b>Non-current liabilities</b>					
Trade and other payables	25	38,207,125	-	-	-
Loans and borrowings	26	12,439,337	12,074,644	-	-
Deferred tax liabilities	27	14,234,419	12,253,476	-	-
Taxation		-	3,630,000	-	-
		<u>64,880,881</u>	<u>27,958,120</u>	<u>-</u>	<u>-</u>
<b>Current liabilities</b>					
Trade and other payables	25	72,079,803	111,706,009	7,123,865	1,231,084
Loans and borrowings	26	4,709,420	5,100,000	-	-
Taxation		-	629,137	-	-
		<u>76,789,223</u>	<u>117,435,146</u>	<u>7,123,865</u>	<u>1,231,084</u>
<b>Total liabilities</b>		<u><u>141,670,104</u></u>	<u><u>145,393,266</u></u>	<u><u>7,123,865</u></u>	<u><u>1,231,084</u></u>
<b>TOTAL EQUITY AND LIABILITIES</b>		<u><u>325,857,661</u></u>	<u><u>339,962,627</u></u>	<u><u>13,556,412</u></u>	<u><u>3,185,364</u></u>

*The accompanying accounting policies and explanatory notes form an integral part of the financial statements.*

## STATEMENTS OF CHANGES IN EQUITY

FOR THE FINANCIAL PERIOD ENDED 30 NOVEMBER 2025

Group	← Attributable to owners of the Company →		← Non-distributable →		Non-controlling interests	Total equity
	Share capital	Other reserves	Accumulated losses	interests		
	RM	RM	RM	RM	RM	RM
At 1 January 2023	441,847,213	27,133	(202,602,830)	(381,176)	238,890,340	
Loss for the financial period/Total comprehensive loss for the financial period	-	-	(61,225,895)	48,458	(61,177,437)	
Transactions with owners of the Company						
- Issuance of shares	15,886,458	-	-	-	15,886,458	
- Non-controlling interests arising from acquisition of a subsidiary	-	-	-	1,000,000	1,000,000	
- Realisation of deconsolidation of a subsidiary	-	-	(385,145)	385,145	-	
- Effect of acquisition of non-controlling interests	-	-	22,427	(52,427)	(30,000)	
- Share capital reduction	(210,000,000)	-	210,000,000	-	-	
At 30 June 2024	247,733,671	27,133	(54,191,443)	1,000,000	194,569,361	
Loss for the financial period/Total comprehensive loss for the financial period	-	-	(10,311,625)	(612,156)	(10,923,781)	
Transactions with owners of the Company						
- Non-controlling interests arising from acquisition of subsidiaries	-	-	-	541,977	541,977	
- Changes in ownership interests in a subsidiary	-	-	(149,987)	149,987	-	
At 30 November 2025	247,733,671	27,133	(64,653,055)	1,079,808	184,187,557	

The accompanying accounting policies and explanatory notes form an integral part of the financial statements.

# STATEMENTS OF CHANGES IN EQUITY

FOR THE FINANCIAL PERIOD ENDED 30 NOVEMBER 2025

Company	← Attributable to owners of the Company →		Total equity RM
	Non-distributable Share capital RM	Accumulated losses RM	
At 1 January 2023	441,847,213	(441,425,643)	421,570
Loss for the financial period/Total comprehensive loss for the financial period	-	(14,353,748)	(14,353,748)
Transactions with owners of the Company			
- Issuance of shares	15,886,458	-	15,886,458
- Share capital reduction	(210,000,000)	210,000,000	-
At 30 June 2024	247,733,671	(245,779,391)	1,954,280
Profit for the financial period/Total comprehensive income for the financial period	-	4,478,267	4,478,267
At 30 November 2025	247,733,671	(241,301,124)	6,432,547

*The accompanying accounting policies and explanatory notes form an integral part of the financial statements.*

## STATEMENTS OF CASH FLOWS

FOR THE FINANCIAL PERIOD ENDED 30 NOVEMBER 2025

	Note	Group		Company	
		1.7.2024 to 30.11.2025 RM	1.1.2023 to 30.06.2024 RM	1.7.2024 to 30.11.2025 RM	1.1.2023 to 30.06.2024 RM
<b>Cash flows from operating activities</b>					
(Loss)/Profit before taxation		(12,093,708)	(69,248,020)	4,502,870	(14,365,422)
Adjustments for:					
Allowance for slow moving and obsolete inventories		1,269,503	2,124,947	-	-
Allowance/(Reversal) for expected credit losses		3,578,117	(48,332,678)	(12,922,958)	11,941,183
Bad debts written off		497,760	-	27,609	-
Depreciation of property, plant and equipment		12,633,974	14,709,002	5,417	136
Fair value (gain)/loss on biological assets		(5,430,000)	19,000,000	-	-
(Gain)/Loss on disposal of subsidiaries		(508,676)	-	77,810,043	-
Gain on bargain purchase		(468,611)	-	-	-
Goodwill written off		222,803	389,491	-	-
Impairment loss on property, plant and equipment		1,756,972	1,130,557	-	-
Interest expenses		16,212,309	25,830,056	-	-
Interest income		(17,897)	(95,180)	(315,666)	(1,356)
Inventories written off		47,006	-	-	-
Investments in subsidiaries written off		-	-	2,979,015	-
Liabilities no longer in existence written back		(446,042)	(1,154)	(3,193,471)	-
Loss/(Gain) on disposal of property, plant and equipment		362,778	(810,124)	-	-
Loss on winding up of a subsidiary		-	10,862	-	-
Property, plant and equipment written off		153,263	-	-	-
Reversal of allowance for slow moving and obsolete inventories		(850,659)	-	-	-
(Reversal of impairment loss)/Impairment loss on investments in subsidiaries		-	-	(70,517,045)	1,600,000
Unrealised (gain)/loss on foreign exchange		(7,883,085)	2,553,754	-	-
Waiver of debt on overdue payable balance		(28,770,869)	-	-	-
Waiver of interest on overdue payable balance		-	(1,237,854)	-	-
<b>Operating loss before working capital changes</b>		(19,735,062)	(53,976,341)	(1,624,186)	(825,459)
Change in inventories		9,262,188	36,506,915	-	-
Change in receivables		(26,549,586)	40,688,932	(8,764,663)	33,976
Change in payables		15,072,411	6,844,968	3,987,500	253,826
<b>Cash (used in)/from operations</b>		(21,950,049)	30,064,474	(6,401,349)	(537,657)
Interest paid		(23,811)	-	-	-
Interest received		17,897	95,180	315,666	1,356
Income tax refunded		24,969	7,961	7,000	-
Income tax paid		(1,614,366)	(1,055,114)	(15,482)	(16,810)
<b>Net cash (used in)/from operating activities</b>		(23,545,360)	29,112,501	(6,094,165)	(553,111)

(forward)

*The accompanying accounting policies and explanatory notes form an integral part of the financial statements.*

# STATEMENTS OF CASH FLOWS

FOR THE FINANCIAL PERIOD ENDED 30 NOVEMBER 2025

(continued)

	Note	Group		Company	
		1.7.2024 to 30.11.2025	1.1.2023 to 30.06.2024 RM	1.7.2024 to 30.11.2025	1.1.2023 to 30.06.2024 RM
<b>Cash flows from investing activities</b>					
Acquisition of an associate company		(40)	-	-	-
Acquisition of biological assets		(3,245,138)	-	-	-
Acquisition of intangible assets		-	(389,491)	-	-
Acquisition of non-controlling interests		-	(30,000)	-	-
Acquisition of property, plant and equipment *		(15,026,752)	(51,614,616)	(42,847)	(2,977)
Acquisition of subsidiaries		19,717,299	-	-	-
(Advances to)/Repayment from related parties		(362,227)	353,453	-	-
Increase in investments in subsidiaries		-	-	(22,172,015)	(2,600,000)
Proceeds from disposal of property, plant and equipment		9,324,756	2,673,267	-	-
Proceeds from disposal of subsidiaries		10,482,197	-	10,600,002	-
Repayment from/(Advances to) subsidiaries		-	-	11,308,014	(12,621,256)
<b>Net cash from/(used in) investing activities</b>		<b>20,890,095</b>	<b>(49,007,387)</b>	<b>(306,846)</b>	<b>(15,224,233)</b>
<b>Cash flows from financing activities</b>					
Advances from/(Repayment to) related parties		33,288	(13,211)	(75,333)	-
Advances from subsidiaries		-	-	5,174,085	406,319
Proceeds from issuance of shares		-	15,886,458	-	15,886,458
Repayment of lease liability		(93,038)	-	-	-
Repayment of loans and borrowings		(761,080)	(300,000)	-	-
<b>Net cash (used in)/from financing activities</b>		<b>(820,830)</b>	<b>15,573,247</b>	<b>5,098,752</b>	<b>16,292,777</b>
<b>Net (decrease)/increase in cash and cash equivalents</b>		<b>(3,476,095)</b>	<b>(4,321,639)</b>	<b>(1,302,259)</b>	<b>515,433</b>
<b>Cash and cash equivalents at beginning of financial period</b>		<b>5,294,675</b>	<b>9,616,314</b>	<b>1,332,683</b>	<b>817,250</b>
<b>Cash and cash equivalents at end of financial period</b>	21	<b>1,818,580</b>	<b>5,294,675</b>	<b>30,424</b>	<b>1,332,683</b>

*The accompanying accounting policies and explanatory notes form an integral part of the financial statements.*

## STATEMENTS OF CASH FLOWS

FOR THE FINANCIAL PERIOD ENDED 30 NOVEMBER 2025

### Non-cash transaction

#### \* Acquisition of property, plant and equipment

During the financial period, the Group acquired property, plant and equipment with an aggregate cost of RM15,496,752 (2024: RM51,614,616) of which RM470,000 (2024: RMNil) was acquired by means of lease liability. Cash payments of RM15,026,752 (2024: RM51,614,616) were made to acquire property, plant and equipment.

### Reconciliation of liabilities arising from financing activities

Group	1.7.2024 RM	Cash flows RM	Non-cash RM	30.11.2025 RM
<b>2025</b>				
Amounts due to related parties	75,332	33,288	-	108,620
Lease liability	-	376,962	(224,455)	152,507
Term loans	17,174,644	(761,080)	582,686	16,996,250
	17,249,976	(350,830)	358,231	17,257,377
<b>2024</b>				
Amounts due to related parties	88,543	(13,211)	-	75,332
Term loans	16,889,121	(300,000)	585,523	17,174,644
	16,977,664	(313,211)	585,523	17,249,976
<b>Company</b>				
<b>2025</b>				
Amounts due to related parties	75,333	(75,333)	-	-
Amount due to subsidiaries	406,319	5,174,085	-	5,580,404
	481,652	5,098,752	-	5,580,404
<b>2024</b>				
Amounts due to related parties	75,333	-	-	75,333
Amount due to a subsidiary	-	406,319	-	406,319
	75,333	406,319	-	481,652

*The accompanying accounting policies and explanatory notes form an integral part of the financial statements.*

# NOTES TO THE FINANCIAL STATEMENTS

AT 30 NOVEMBER 2025

## 1. General information

The Company is a public limited liability company that is incorporated and domiciled in Malaysia, and is listed on the Main Market of Bursa Malaysia Securities Berhad. The principal activity of the Company is investment holding. The principal activities of the subsidiaries are set out in Note 16 to the financial statements.

The registered office and principal place of business of the Company are located at 1st Floor, Lot 5, Block No. 4, Bandar Indah, Mile 4, Jalan Utara, P.O. Box 2848, 90732, Sandakan, Sabah, Malaysia.

During the financial period, the Group and the Company changed their financial year end from 30 June to 30 November. Accordingly, the current financial period covers a period of seventeen (17) months, from 1 July 2024 to 30 November 2025. Consequently, the comparative amounts in the statements of comprehensive income, statements of changes in equity, statements of cash flows and related notes to the financial statements are not comparable.

These financial statements were authorised for issue by the Directors in accordance with a resolution of the Board of Directors dated 30 March 2026.

## 2. Basis of preparation

### (a) Statement of compliance

The financial statements of the Group and of the Company have been prepared in accordance with the Malaysian Financial Reporting Standards ("MFRSs") issued by Malaysian Accounting Standards Board ("MASB"), International Financial Reporting Standards ("IFRSs") and the requirements of the Companies Act, 2016 in Malaysia.

### (b) Basis of measurement

The material accounting policies adopted by the Group and the Company are consistent with those adopted in previous financial period unless otherwise stated.

The financial statements of the Group and of the Company have been prepared under the historical cost convention, unless otherwise indicated in the material accounting policies.

The financial statements are also prepared on the going concern basis. However, the Group incurred a gross loss and net loss of RM7,756,234 and RM10,923,781 respectively during the period ended 30 November 2025 and, as of that date, the Group's current liabilities exceeded its current assets by RM29,478,513.

# NOTES TO THE FINANCIAL STATEMENTS

AT 30 NOVEMBER 2025

## 2. Basis of preparation (continued)

### (b) Basis of measurement (continued)

These events and conditions cast significant doubt on the Group's ability to continue as a going concern. Management's plans to address these events and conditions, ensuring the Group's ability to continue as a going concern and meet its obligations are as follows:

- issuance of up to 175,280,649 new ordinary shares upon the exercise of Warrants B at an exercise price of RM0.11 per warrant, representing a portion of the total 801,814,638 outstanding Warrants B pursuant to the bonus issue of Warrants B. There are significant uncertainties regarding the timing and extent of such exercises, as the decision to exercise ultimately lies with the warrant holders;
- issuance of up to 2,405,444,311 new ordinary shares at an exercise price of RM0.02 per rights share pursuant to the Rights Issue of Shares as detailed in Note 35 to the financial statements. While the Directors intend to proceed with the Rights Issue within the next financial year, there are uncertainties as to the total proceeds that may be raised, as the successful completion of the Rights Issue is subject to, among others, the approval of the relevant authorities and the level of subscription by the shareholders; and
- achievement of future profitable operations.

The factors above clearly indicate that there are material uncertainties related to events or conditions that may cast significant doubt on the Group's ability to continue as a going concern and, therefore, the Group may be unable to realise its assets and discharge its liabilities in the normal course of business.

### (c) Functional and presentation currency

The financial statements are prepared in Ringgit Malaysia (RM) which is the Company's functional currency. Each entity in the Group determines its own functional currency and items included in the financial statements of each entity are measured using that functional currency.

### (d) Adoption of new and revised MFRS

During the financial period, the Group and the Company have adopted the following amendments to standards issued by the MASB that are mandatory for current financial period:

- Amendments to MFRS 16 Leases: Lease Liability in a Sale and Leaseback
- Amendments to MFRS 101 Presentation of Financial Statements: Non-current Liabilities with Covenants
- Amendments to MFRS 107 Statement of Cash Flows and MFRS 7 Financial Instruments: Disclosures: Supplier Finance Arrangements

The adoption of the amendments to standards did not have any significant impact on the financial statements of the Group and of the Company.

## NOTES TO THE FINANCIAL STATEMENTS

AT 30 NOVEMBER 2025

### 2. Basis of preparation (continued)

#### (e) Standards issued but not yet effective

Certain new accounting standards and interpretations have been issued but not yet effective for 30 November 2025 reporting periods and have not been early adopted by the Group and the Company. These standards are not expected to have a material impact on the financial statements of the Group and of the Company in the current or future reporting periods.

### 3. Significant accounting judgements and estimates

The preparation of the Group's and the Company's financial statements requires management to make judgements, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities, and the disclosure of contingent liabilities at the reporting date. However, uncertainty about these assumptions and estimates could result in outcomes that could require a material adjustment to the carrying amount of the asset or liability affected in the future periods.

#### (a) Judgements made in applying accounting policies

In the process of applying the Group's and the Company's accounting policies, management has made the following judgement, apart from those involving estimations, which could have a significant effect on the amounts recognised in the consolidated financial statements.

##### Operating segments

The segments disclosed in Note 32 to the financial statements have been determined by distinguishing the business activities from which the Group earns revenues and incurs expenses. The economic characteristics of the operating segments have been reviewed and operating segments have been grouped based on the reporting made to the chief operating decision maker.

#### (b) Key sources of estimation uncertainty

The key assumptions concerning the future and other key sources of estimation uncertainty at the reporting date that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year are discussed below:

##### (i) Depreciation of property, plant and equipment

The estimates for the residual values, useful lives and related depreciation charges for the property, plant and equipment are based on commercial factors which could change significantly as a result of technical innovations and competitors' actions in response to the market conditions.

The Group anticipates that the residual values of its property, plant and equipment will be insignificant. As a result, residual values are not being taken into consideration for the computation of the depreciable amount. The management estimates the useful lives of the property, plant and equipment to be within three (3) to ninety-one (91) years. Changes in the expected level of usage and technological development could impact the economic useful lives and the residual values of these assets, therefore future depreciation charges could be revised.

## NOTES TO THE FINANCIAL STATEMENTS

AT 30 NOVEMBER 2025

### 3. Significant accounting judgements and estimates (continued)

#### (b) Key sources of estimation uncertainty (continued)

##### (ii) Depreciation of intangible assets – Timber rights

The depreciation of timber rights, classified as intangible assets, is determined based on the volume of timber logs extracted during the financial period relative to the total extractable volume of the timber concession area. In estimating the total volume of timber logs extractable from the concession area, the Group relied on independent professional forester.

Variations in the total extractable volume due to the inherent uncertainties in the assumptions used by the independent professional forester may lead to changes in estimates. Consequently, revisions to the estimates of total extractable volume and related depreciation charges may be required in future periods as new information becomes available, with adjustments made prospectively.

##### (iii) Income taxes

There are certain transactions and computations for which the ultimate tax determination may be different from the initial estimate. The Group and the Company recognise tax liabilities based on its understanding of the prevailing tax laws and estimates of whether such taxes will be due in the ordinary course of business. Where the final outcome of these matters is different from the amounts that were initially recognised, such difference will impact the income tax and deferred tax provisions in the period in which such determination is made.

##### (iv) Impairment of property, plant and equipment and timber rights

The Group reviews the carrying amount of property, plant and equipment and timber rights at each reporting date to assess whether there is any indication of impairment. If any such indication exists, the Group makes an estimate of the asset's recoverable amount. An asset's recoverable amount is the higher of an asset's fair value less costs of disposal ("FVLCD") and its value in use ("VIU").

The Group estimates the recoverable amount of the cash-generating unit ("CGU") based on FVLCD. In estimating the recoverable amounts of FVLCD, the Directors relied on independent professional valuers.

## NOTES TO THE FINANCIAL STATEMENTS

AT 30 NOVEMBER 2025

### 3. Significant accounting judgements and estimates (continued)

#### (b) Key sources of estimation uncertainty (continued)

##### (v) Fair value of biological assets

Estimates are involved in determining the fair value of biological assets relating to market prices of logs, species, size and harvestable volume of logs. There is no effective market for biological assets, so market price is derived from observable market prices (when available), contracted prices or estimated future prices. In measuring the fair value of biological assets, various management estimates and judgements are required. Additionally, as the harvestable volume of forest inventory is estimated based on the random sample plot method, it is subject to sampling errors and as a result, the fluctuations from year to year can be significant.

##### (vi) Inventories valuation

The cost of work-in-progress and finished goods comprises raw materials, direct labour, other direct costs and an appropriate proportion of production overheads. Management analyses the types and complexities involved in production when determining the appropriate allocation of production overheads. Any under or over allocation of these overheads may affect the carrying amount of the inventories.

##### (vii) Deferred tax assets and liabilities

Deferred tax implications arising from the changes in corporate income tax rates are measured with reference to the estimated realisation and settlement of temporary differences in the future periods in which the tax rates are expected to apply, based on the tax rates enacted or substantively enacted at the reporting date. While management's estimates on the realisation and settlement of temporary differences are based on the available information at the reporting date, changes in business strategy, future operating performance and other factors could potentially impact on the actual timing and amount of temporary differences realised and settled. Any difference between the actual amount and the estimated amount would be recognised in the statement of profit or loss and other comprehensive income in the period in which actual realisation and settlement occurs.

## NOTES TO THE FINANCIAL STATEMENTS

AT 30 NOVEMBER 2025

### 3. Significant accounting judgements and estimates (continued)

#### (b) Key sources of estimation uncertainty (continued)

##### (vii) **Deferred tax assets and liabilities** (continued)

Deferred tax assets are recognised for all deductible temporary differences, unutilised tax credits and unutilised tax losses to the extent that it is probable that taxable profit will be available against which these items can be utilised. Significant management judgement is required to determine the amount of deferred tax assets that can be recognised, based upon the likely timing and level of future taxable profits together with future tax planning strategies. The carrying amount of unrecognised deferred tax assets are disclosed in Note 27 to the financial statements.

Assumptions about generation of future taxable profits would depend on the achievability of projected profits and this requires judgement of the management. These assumptions and judgement are subject to risks and uncertainty, hence there is possibility that changes in circumstances will alter expectations, which may impact on the amount of deferred tax assets recognised.

##### (viii) **Impairment of financial assets**

The loss allowances for financial assets are based on assumptions about risk of default and expected loss rates. The Group uses judgement in making these assumptions and selecting the inputs to the impairment calculation, based on the Group's past history, existing market conditions as well as forward looking estimates at the end of each reporting period.

### 4. Material accounting policies

Certain immaterial accounting policies have been voluntarily disclosed to ensure completeness in the financial statements of the Group.

#### (a) **Basis of consolidation**

The consolidated financial statements comprise the financial statements of the Company and its subsidiaries as at the reporting date. The financial statements of the subsidiaries used in the preparation of the consolidated financial statements are prepared for the same reporting date as the Company. Consistent accounting policies are applied for like transactions and events in similar circumstances.

##### (i) **Subsidiaries**

Subsidiaries are entities controlled by the Company. The financial statements of subsidiaries are included in the consolidated financial statements from the date that control commences until the date that control ceases.

## NOTES TO THE FINANCIAL STATEMENTS

AT 30 NOVEMBER 2025

### 4. Material accounting policies (continued)

#### (a) Basis of consolidation (continued)

##### (i) Subsidiaries (continued)

Investments in subsidiaries are measured in the Company's statement of financial position at cost less any impairment losses, unless the investment is classified as held for sale or distribution. The cost of investments includes transaction costs.

##### (ii) Business combinations

For each business combination, the Group elects whether it measures the non-controlling interests in the acquiree either at fair value or at the proportionate share of the acquiree's identifiable net assets at the acquisition date.

##### (iii) Loss of control

Upon the loss of control of a subsidiary, the Group derecognises the assets and liabilities of the former subsidiary, any non-controlling interests and the other components of equity related to the former subsidiary from the consolidated statement of financial position. Any surplus or deficit arising on the loss of control is recognised in profit or loss. If the Group retains any interest in the former subsidiary, then such interest is measured at fair value at the date that control is lost. Subsequently, it is accounted for as an equity accounted investee or as a financial asset depending on the level of influence retained.

##### (iv) Non-controlling interests

Non-controlling interests at the end of the reporting period, being the equity in a subsidiary not attributable directly or indirectly to the equity holders of the Company, are presented in the consolidated statement of financial position and statement of changes in equity within equity, separately from equity attributable to the owners of the Company. Non-controlling interests in the results of the Group is presented in the consolidated statement of profit or loss and other comprehensive income as an allocation of the profit and loss and the comprehensive income for the year between non-controlling interests and the owners of the Company.

Losses applicable to the non-controlling interests in a subsidiary are allocated to the non-controlling interests even if doing so caused the non-controlling interests to have a deficit balance.

# NOTES TO THE FINANCIAL STATEMENTS

AT 30 NOVEMBER 2025

## 4. Material accounting policies (continued)

### (a) Basis of consolidation (continued)

#### (v) Transactions with non-controlling interests

Transactions with non-controlling interests are accounted for using the entity concept method, whereby, transactions with non-controlling interests are accounted for as transactions with owners.

On acquisition of non-controlling interests, the difference between the consideration and the Group's share of the net assets acquired is recognised directly in equity. Gain or loss on disposal to non-controlling interests is recognised directly in equity.

### (b) Investment in associate company

Investment in associate company is accounted for in the consolidated financial statements using the equity method of accounting.

### (c) Foreign currencies

#### Functional and presentation currencies

The Group's consolidated financial statements are presented in Ringgit Malaysia (RM), which is also the Company's functional currency. Each entity in the Group determines its own functional currency and items included in the financial statements of each entity are measured using that functional currency.

#### Foreign currency transactions

The principal closing rate used in translating the foreign currency amounts is as follows:

	<b>30.11.2025</b> <b>RM</b>	<b>30.06.2024</b> <b>RM</b>
United States Dollar ("USD")	4.1305	4.7195

### (d) Revenue recognition

Revenue from contracts with customers is measured at its transaction price, being the amount of consideration to which the Group and the Company expect to be entitled in exchange for transferring promised goods or services to a customer, net of discounts. The transaction price is allocated to each distinct good or service promised in the contract. Depending on the terms of the contract, revenue is recognised when the performance obligation is satisfied, which may be a point in time or over time.

## NOTES TO THE FINANCIAL STATEMENTS

AT 30 NOVEMBER 2025

### 4. Material accounting policies (continued)

#### (d) Revenue recognition (continued)

##### (i) Sale of goods

Revenue from sale of goods is recognised net of discount and taxes at the point in time when control of the goods transfers to the customers. The transaction price is allocated to each performance obligation based on the standalone selling price of the goods. There is no element of financing present as the sale of goods is on credit terms of up to 90 days.

##### (ii) Management fee income

Management fee income is recognised upon rendering of services to subsidiaries.

##### (iii) Other income

Revenue from other sources are recognised as follows:

- (a) Contract income is recognised upon the extraction of timber;
- (b) Interest income is recognised on a time proportion basis that reflects the effective yield on the assets;
- (c) Rental income is recognised on a time-proportionate basis and accounted for on an accrual basis over the lease term; and
- (d) Road toll income is recognised when it is earned through the passage of vehicles on the toll road.

#### (e) Employee benefits

##### (i) Short term benefits

Wages and salaries are usually accrued and paid on a monthly basis and are recognised as an expense, unless they relate to cost of producing inventories or other assets.

Paid absences (annual leave, maternity leave, paternity leave, sick leave, etc.) are accrued in each period if they are accumulating paid absences that can be carried forward, or in the case of non-accumulating paid absences, recognised as and when the absences occur.

Bonus payments are recognised when, and only when, the Group and the Company have a present legal or constructive obligation to make such payment as a result of past events and a reliable estimate of the obligation can be made.

##### (ii) Post-employment benefits (defined contribution plans)

The Group and the Company make statutory contributions to the approved provident funds and the contributions made are charged to profit or loss in the period to which they relate. When the contributions have been paid, the Group and the Company have no further payment obligations.

## NOTES TO THE FINANCIAL STATEMENTS

AT 30 NOVEMBER 2025

### 4. Material accounting policies (continued)

#### (f) Tax assets and liabilities

A current tax asset/(liability) is measured at the amount the entity expects to (recover)/pay using tax rates and laws that have been enacted or substantially enacted by the reporting date.

Deferred taxes are measured using tax rates (and tax laws) that have been enacted or substantially enacted by the end of the reporting period. The measurement of deferred taxes reflects the tax consequences that would follow from the manner in which the Group and the Company expect, at the end of the reporting period, to recover or settle the carrying amount of its assets or liabilities.

#### (g) Earnings per share

The Group presents basic and diluted earnings per share data for its ordinary shares ("EPS"). Basic EPS is calculated by dividing the profit or loss attributable to ordinary shareholders of the Company by the weighted average number of ordinary shares outstanding during the period, adjusted for own shares held. Diluted EPS is determined by adjusting the profit or loss attributable to ordinary shareholders and the weighted average number of ordinary shares outstanding, adjusted for own shares held, for the effects of all dilutive potential ordinary shares.

#### (h) Property, plant and equipment

All items of property, plant and equipment are measured at cost less accumulated depreciation and accumulated impairment losses.

Leasehold land with lease period of equal or less than fifty (50) years is classified as short-term leasehold land whereas leasehold land with lease period of more than fifty (50) years is classified as long-term leasehold land. Leasehold land is amortised over the period of the lease.

Property, plant and equipment are depreciated on a straight-line basis to write off the cost of the property, plant and equipment over the term of their estimated useful lives. The principal annual rates of depreciation used are as follows:

Long-term leasehold land	45 – 91 years
Buildings	10 – 50 years
Heavy equipment, motor vehicles and motor launches	5 – 10 years
Plant and machinery	14 – 50 years
Furniture, fittings and equipment	3 – 10 years
Aircraft, tug boat and scow	10 years
Camp infrastructure and slipway	7 years

Capital work-in-progress is not depreciated as these assets are not available for use. Depreciation will commence on these assets when they are ready for their intended use.

## NOTES TO THE FINANCIAL STATEMENTS

AT 30 NOVEMBER 2025

### 4. Material accounting policies (continued)

#### (i) Intangible assets

##### (i) Goodwill

Goodwill arising from a business combination is initially measured at cost being the excess of the cost of business combination over the Group's interest in the net fair value of the identifiable assets, liabilities and contingent liabilities. Following the initial recognition, goodwill is measured at cost less any accumulated impairment losses.

##### (ii) Timber rights

This represents the exclusive rights of certain subsidiaries to extract and purchase all commercial timber logs extractable from a designated timber concession area.

Timber rights are stated at cost less accumulated amortisation and impairment losses.

The timber rights are amortised based on the volume of timber logs extracted during the financial period, calculated as a proportion of the total extractable volume of timber logs in the timber concession area.

#### (j) Biological assets

Biological assets are measured at fair value less costs to sell, based on market prices of logs, species, size and harvestable volume of logs. Changes in fair value of biological assets are recognised in profit or loss.

In measuring the fair value of biological assets, various management estimates and judgements are required. Estimates and judgements in determining the fair value of biological assets relate to the market prices, size, species, quality and harvestable volume of the logs.

#### (k) Inventories

Inventories comprise raw materials, finished goods and work-in-progress.

Inventories are stated at the lower of cost and net realisable value. The costs of inventories are calculated as follows:

##### (i) Raw materials and consumables and spares

The purchase costs of raw materials and consumables and spares are determined based on the first-in-first-out ("FIFO") method.

##### (ii) Finished goods and work-in-progress

Comprises costs of raw materials, direct labour, other direct costs and appropriate proportions of manufacturing overheads based on normal operating capacity. These costs are determined using the weighted average cost method.

NOTES TO THE  
FINANCIAL STATEMENTS  
AT 30 NOVEMBER 2025

#### 4. Material accounting policies (continued)

##### (l) Financial instruments

###### (i) Financial assets

Trade receivables that do not contain a significant financing component or for which the Group has applied the practical expedient are measured at the transaction price determined under MFRS 15.

The Group and Company only have financial assets measured at amortised cost (debt instruments).

###### **Financial assets at amortised cost (debt instruments)**

The Group's and the Company's financial assets at amortised cost include trade and other receivables and cash and bank balances.

###### (ii) Financial liabilities

The Group and the Company only have financial liabilities measured at amortised cost.

###### **Financial liabilities measured at amortised cost**

The Group's and the Company's financial liabilities measured at amortised cost include trade and other payables and loans and borrowings.

##### (m) Cash and cash equivalents

Cash and cash equivalents comprise cash in hand, at banks, deposits with licensed bank with maturity not exceeding three (3) months and short-term, highly liquid investments which are readily convertible to cash with short periods to maturity and are subject to an insignificant risk of changes in value, net of outstanding bank overdrafts, if any.

##### (n) Impairment

###### (i) Impairment of financial assets

The Group and the Company recognise an allowance for expected credit losses (ECLs) for all debt instruments not held at fair value through profit or loss. ECLs are based on the difference between the contractual cash flows due in accordance with the contract and all the cash flows that the Group and the Company expect to receive, discounted at an approximation of the original effective interest rate. The expected cash flows will include cash flows from the sale of collateral held or other credit enhancements that are integral to the contractual terms.

## NOTES TO THE FINANCIAL STATEMENTS

AT 30 NOVEMBER 2025

### 4. Material accounting policies (continued)

#### (n) Impairment (continued)

##### (i) Impairment of financial assets (continued)

For trade receivables and contract assets, the Group and the Company apply a simplified approach in calculating ECLs. Therefore, the Group and the Company do not track changes in credit risk, but instead recognises a loss allowance based on lifetime ECLs at each reporting date. The Group and the Company have established a provision matrix that is based on its historical credit loss experience, adjusted for forward-looking factors specific to the debtors and the economic environment.

For debt instruments considered to have low credit risk, the Group and the Company apply the low credit risk simplification. At every reporting date, the Group and the Company evaluate whether the debt instrument is considered to have low credit risk using all reasonable and supportable information that is available without undue cost or effort. In making that evaluation, the Group and the Company reassess the internal credit rating of the debt instrument.

In addition, the Group and the Company consider that there has been a significant increase in credit risk when contractual payments are more than one (1) year past due. It is the Group's and the Company's policy to measure ECLs on such instruments on a 12-month basis. However, when there has been a significant increase in credit risk since origination, the allowance will be based on the lifetime ECL.

The Group and the Company consider a financial asset in default when contractual payments are one (1) year past due. However, in certain cases, the Group and the Company may also consider a financial asset to be in default when factors such as the probability of insolvency or significant financial difficulties of the debtor and default or significant delay in payments that indicate that the Group and the Company are unlikely to receive the outstanding contractual amounts in full before taking into account any credit enhancements held by the Group and the Company. A financial asset is written off when there is no reasonable expectation of recovering the contractual cash flows.

##### (ii) Impairment of non-financial assets

The Group and the Company assess at each reporting date whether there is an indication that an asset may be impaired. If any such indication exists, or when an annual impairment assessment for an asset is required, the Group and the Company make an estimate of the asset's recoverable amount.

## NOTES TO THE FINANCIAL STATEMENTS

AT 30 NOVEMBER 2025

### 4. Material accounting policies (continued)

#### (o) Equity instruments

Ordinary shares are recorded at the proceeds received, net of directly attributable incremental transaction costs. Dividends on ordinary shares are recognised as an appropriation of retained profits upon declaration, and are only taken up as liabilities upon the necessary approval being obtained.

#### (p) Borrowings costs

Borrowing costs are capitalised as part of the cost of a qualifying asset if they are directly attributable to the acquisition, construction or production of that asset.

All other borrowings costs are recognised in profit or loss in the period they are incurred. Borrowing costs consist of interest and other costs incurred in connection with the borrowing of funds.

#### (q) Government grants

Unconditional government grant related to biological assets measured at fair value less costs to sell is recognised in profit or loss when the government grant becomes receivable.

If a government grant related to biological assets measured at fair value less costs to sell is conditional, including when a government grant requires the Group not to engage in specified agricultural activity, the Group recognises the government grant in profit or loss when, and only when, the conditions attaching to the government grant are met.

#### (r) Segment reporting

For management purposes, the Group is organised into operating segments based on their products and services which are independently managed by the respective segment managers responsible for the performance of the respective segments under their charge. The segment managers report directly to the management of the Company who regularly reviews the segment results in order to allocate resources to the segments and to assess the segment performance.

## NOTES TO THE FINANCIAL STATEMENTS

AT 30 NOVEMBER 2025

### 4. Material accounting policies (continued)

#### (s) Fair value measurement

The Group uses valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, maximising the use of relevant observable inputs and minimising the use of unobservable inputs.

All assets and liabilities for which fair value is measured or 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:

- (i) Level 1 – Quoted (unadjusted) market prices in active markets for identical assets or liabilities
- (ii) Level 2 – Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable
- (iii) Level 3 – Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable

### 5. Revenue

	Group		Company	
	1.7.2024 to 30.11.2025 RM	1.1.2023 to 30.06.2024 RM	1.7.2024 to 30.11.2025 RM	1.1.2023 to 30.06.2024 RM
<b>Revenue from contracts with customers</b>				
Contract fee	249,514	161,681	-	-
Gate pass income	1,669,617	1,327,401	-	-
Management fee income	-	-	255,000	1,614,000
Rental income	491,096	519,984	-	-
Road tolls	2,896,364	3,837,381	-	-
Sales of:				
- Logs	202,087	2,532,537	-	-
- Processed wood products	69,055,894	55,109,015	-	-
- Sawn timber	5,497,665	4,480,525	-	-
Service income	4,612,114	21,320,051	5,968,414	-
	<u>84,674,351</u>	<u>89,288,575</u>	<u>6,223,414</u>	<u>1,614,000</u>
<b>Timing of revenue recognition</b>				
Point in time	79,571,141	67,448,540	-	-
Over time	5,103,210	21,840,035	6,223,414	1,614,000
	<u>84,674,351</u>	<u>89,288,575</u>	<u>6,223,414</u>	<u>1,614,000</u>

There are no unfulfilled performance obligations, whether satisfied or partially satisfied to be recognised over the subsequent periods.

## NOTES TO THE FINANCIAL STATEMENTS

AT 30 NOVEMBER 2025

### 6. Other operating income

	Group		Company	
	1.7.2024 to 30.11.2025 RM	1.1.2023 to 30.06.2024 RM	1.7.2024 to 30.06.2025 RM	1.1.2023 to 30.11.2024 RM
Gain on bargain purchase (Note 16)	468,611	-	-	-
Gain on disposal of property plant and equipment	-	810,124	-	-
Gain on disposal of subsidiaries (Note 16)	508,676	-	-	-
Interest income	17,897	95,180	315,666	1,356
Liabilities no longer in existence written back	446,042	1,154	3,193,471	-
Miscellaneous income	1,718,990	1,143,230	-	-
Rental income	455,035	489,042	-	-
Reversal of allowance for slow moving and obsolete inventories (Note 19)	850,659	-	-	-
Sales of scrap iron, spares and tyres	742,163	246,763	-	-
Unrealised gain on foreign exchange	7,883,085	-	-	-
Waiver of debt on overdue payable balance	28,770,869	-	-	-
Waiver of interest on overdue payable balance	-	1,237,854	-	-
	<u>41,862,027</u>	<u>4,023,347</u>	<u>3,509,137</u>	<u>1,356</u>

### 7. Other operating expenses

	Group		Company	
	1.7.2024 to 30.11.2025 RM	1.1.2023 to 30.06.2024 RM	1.7.2024 to 30.11.2025 RM	1.1.2023 to 30.06.2024 RM
Allowance for slow moving and obsolete inventories (Note 19)	1,269,503	2,124,947	-	-
Arbitration-related costs	1,448,572	20,914,761	-	-
Bad debts written off	497,760	-	27,609	-
Goodwill written off (Note 15)	222,803	389,491	-	-
Impairment loss on property, plant and equipment (Note 14)	1,756,972	1,130,557	-	-
Inventories written off	47,006	-	-	-
Investments in subsidiaries written off	-	-	2,979,015	-
Judgment interest	121,517	-	-	-
Loss on foreign exchange	-	-	-	-
- Realised	76,238	1,744	-	-
- Unrealised	-	2,553,754	-	-
Loss on disposal of property plant and equipment	362,778	-	-	-
Loss on disposal of subsidiaries	-	-	77,810,043	-
Loss on winding up of a subsidiary	-	10,862	-	-
Property, plant and equipment written off	153,263	-	-	-
	<u>5,956,412</u>	<u>27,126,116</u>	<u>80,816,667</u>	<u>-</u>

## NOTES TO THE FINANCIAL STATEMENTS

AT 30 NOVEMBER 2025

### 8. Employee benefits expense

	Group		Company	
	1.7.2024 to 30.11.2025 RM	1.1.2023 to 30.06.2024 RM	1.7.2024 to 30.11.2025 RM	1.1.2023 to 30.06.2024 RM
Salaries and wages	23,047,829	18,784,838	5,846,200	1,098,983
Contributions to defined contribution plan	1,038,359	887,648	565,349	107,691
Contributions to Employment Insurance System	16,395	9,315	6,878	423
Social Security contributions	211,109	173,457	73,622	9,448
	<u>24,313,692</u>	<u>19,855,258</u>	<u>6,492,049</u>	<u>1,216,545</u>

Included in employee benefits expense of the Group and of the Company are Executive Directors' remuneration amounting to RM1,059,914 (2024: RM904,766) and RM623,188 (2024: RM552,276) respectively as further disclosed in Note 9 to the financial statements.

### 9. Directors' remuneration

The details of remuneration received and receivable by Directors of the Group and of the Company during the financial period are as follows:

	Group		Company	
	1.7.2024 to 30.11.2025 RM	1.1.2023 to 30.06.2024 RM	1.7.2024 to 30.11.2025 RM	1.1.2023 to 30.06.2024 RM
<b>Executive Directors' remuneration</b> (Note 8)				
- Salaries and other emoluments	940,534	805,326	553,000	490,000
- Contributions to defined contribution plan	119,380	99,440	70,188	62,276
	<u>1,059,914</u>	<u>904,766</u>	<u>623,188</u>	<u>552,276</u>
<b>Non-executive Directors' remuneration</b>				
- Fees	93,400	197,100	93,400	197,100
Total Directors' remuneration	<u>1,153,314</u>	<u>1,101,866</u>	<u>716,588</u>	<u>749,376</u>

## NOTES TO THE FINANCIAL STATEMENTS

AT 30 NOVEMBER 2025

### 10. Profit/(Loss) from operations

	Group		Company	
	1.7.2024 to 30.11.2025 RM	1.1.2023 to 30.06.2024 RM	1.7.2024 to 30.11.2025 RM	1.1.2023 to 30.06.2024 RM
Other than those disclosed in Notes 6 to 9 above, profit/(loss) from operations is arrived at after charging:				
Auditors' remuneration				
- Statutory audit	384,360	353,200	149,500	143,750
- Under provision in prior year	-	18,600	-	-
- Other services	9,000	9,000	9,000	9,000
Depreciation of property, plant and equipment (Note 14)	12,633,974	14,709,002	5,417	136
Hiring of vehicles *	20,387	117,471	-	-
Rental expenses *	278,269	231,360	184,335	60,680

\* Expenses related to short-term leases are recognised in accordance with the recognition exception outlined in MFRS 16 Leases. There are no material expenses relating to low value assets.

### 11. Finance costs

	Group		Company	
	1.7.2024 to 30.11.2025 RM	1.1.2023 to 30.06.2024 RM	1.7.2024 to 30.11.2025 RM	1.1.2023 to 30.06.2024 RM
Interest expenses:				
- Lease liability	17,407	-	-	-
- Overdue payable balances	15,660,756	25,244,533	-	-
- Term loan	534,146	585,523	-	-
	16,212,309	25,830,056	-	-

### 12. Income tax income/(expense)

	Group		Company	
	1.7.2024 to 30.11.2025 RM	1.1.2023 to 30.06.2024 RM	1.7.2024 to 30.11.2025 RM	1.1.2023 to 30.06.2024 RM
Current income tax expense	446,510	156,326	24,603	326
Deferred tax (Note 27)	1,980,943	(8,121,317)	-	-
	2,427,453	(7,964,991)	24,603	326
Over provision in prior year				
- Current income tax expense	(3,597,380)	(105,592)	-	(12,000)
	(1,169,927)	(8,070,583)	24,603	(11,674)

## NOTES TO THE FINANCIAL STATEMENTS

AT 30 NOVEMBER 2025

### 12. Income tax income/(expense) (continued)

A reconciliation of income tax expense applicable to (loss)/profit before taxation at the statutory income tax rate to income tax expense at the effective income tax rate of the Group and the Company is as follows:

	Group		Company	
	1.7.2024 to 30.11.2025 RM	1.1.2023 to 30.06.2024 RM	1.7.2024 to 30.11.2025 RM	1.1.2023 to 30.06.2024 RM
(Loss)/Profit before taxation	<u>(12,093,708)</u>	<u>(69,248,020)</u>	<u>4,502,870</u>	<u>(14,365,422)</u>
Taxation at Malaysian statutory tax rate of 24% (2024: 24%)	(2,902,490)	(16,619,525)	1,080,689	(3,447,701)
Non-tax deductible expenses	8,100,048	9,456,922	19,811,708	3,505,038
Non-taxable income	(9,545,184)	(11,488,147)	(20,867,794)	(57,011)
Effect of unrecognised deferred tax assets	6,775,079	10,685,759	-	-
	<u>2,427,453</u>	<u>(7,964,991)</u>	<u>24,603</u>	<u>326</u>
Over provision in prior year				
- Current income tax expense	<u>(3,597,380)</u>	<u>(105,592)</u>	<u>-</u>	<u>(12,000)</u>
	<u>(1,169,927)</u>	<u>(8,070,583)</u>	<u>24,603</u>	<u>(11,674)</u>

### 13. Loss per share

#### (a) Basic

Basic loss per share amounts are calculated by dividing the loss for the financial period, net of tax, attributable to owners of the Company by the weighted average number of ordinary shares outstanding during the financial period.

	Group	
	1.7.2024 to 30.11.2025 RM	1.1.2023 to 30.06.2024 RM
Loss net of tax attributable to owners of the Company	<u>(10,311,625)</u>	<u>(61,225,895)</u>
Weighted average number of ordinary shares in issue	<u>1,603,629,673</u>	<u>1,528,955,319</u>
	<b>Sen</b>	<b>Sen</b>
Basic loss per share	<u>(0.64)</u>	<u>(4.00)</u>

#### (b) Diluted

As at the end of the financial period, 801,814,638 warrants remain outstanding. These warrants are antidilutive for the current financial period, as their exercise price exceeds the average market price of ordinary shares during the period, and have therefore been excluded from the calculation of diluted earnings per share. Accordingly, the diluted loss per share is the same as the basic loss per share.

NOTES TO THE  
FINANCIAL STATEMENTS

AT 30 NOVEMBER 2025

## 14. Property, plant and equipment

Group	Short-term leasehold land RM	Long-term leasehold land RM	Buildings RM	Heavy equipment, motor vehicles and launches RM	Plant and machinery RM	Furniture, fittings and equipment RM	Aircraft, tug boat and scow RM	Camp infrastructure and slipway RM	Capital work-in-progress RM	Total RM
At 1 January 2023	9,676,000	42,803,738	77,944,902	93,885,665	259,717,792	11,469,897	197,318	24,339,603	12,478,164	532,513,079
Additions	-	46,702,306	-	1,593,166	101,396	45,155	-	-	3,172,593	51,614,616
Disposals	-	-	-	(3,203,823)	(121,868)	(62,712)	-	-	(222,972)	(3,611,375)
Reclassification	-	-	699,210	6,430	4,324,863	-	-	-	(5,030,503)	-
At 30 June 2024	9,676,000	89,506,044	78,644,112	92,281,438	264,022,183	11,452,340	197,318	24,339,603	10,397,282	580,516,320
Acquisition of subsidiaries (Note 16)	-	-	-	71,352	-	55,081	-	-	-	126,433
Additions	-	7,456,639	777,473	1,089,651	265,672	240,026	-	-	5,667,291	15,496,752
Disposals	-	(8,880,624)	(5,629,859)	(3,065,388)	(2,243,125)	(81,450)	(197,318)	-	(255,574)	(20,353,338)
Disposal of subsidiaries (Note 16)	-	(7,456,639)	(667,901)	(6,256,932)	-	(161,791)	-	(2,345,037)	(4,423,061)	(21,311,361)
Reclassification	-	-	701,418	-	7,524,679	-	-	-	(8,226,097)	-
Written off	-	-	(934,037)	(12,152,677)	-	(3,801,744)	-	-	-	(16,888,458)
At 30 November 2025	9,676,000	80,625,420	72,891,206	71,967,444	269,569,409	7,702,462	-	21,994,566	3,159,841	537,586,348
<b>Accumulated depreciation</b>										
At 1 January 2023	1,767,053	10,123,097	31,634,680	82,909,643	233,137,428	10,534,614	197,317	23,508,516	3,729	393,816,077
Charge for the financial period	294,000	1,498,608	2,575,153	2,636,863	7,439,394	264,984	-	-	-	14,709,002
Disposals	-	-	-	(1,738,851)	-	(9,381)	-	-	-	(1,748,232)
At 30 June 2024	2,061,053	11,621,705	34,209,833	83,807,655	240,576,822	10,790,217	197,317	23,508,516	3,729	406,776,847
Charge for the financial period	277,669	2,219,038	2,344,397	1,772,277	5,743,844	276,749	-	-	-	12,633,974
Disposals	-	(3,172,066)	(2,098,491)	(2,848,361)	(2,268,121)	(81,448)	(197,317)	-	-	(10,665,804)
Disposal of subsidiaries (Note 16)	-	(260,982)	(10,233)	(1,544,292)	-	(78,034)	-	(1,513,964)	-	(3,407,505)
Written back	-	-	(844,122)	(12,090,244)	-	(3,800,829)	-	-	-	(16,735,195)
At 30 November 2025	2,338,722	10,407,695	33,601,384	69,097,035	244,052,545	7,106,655	-	21,994,552	3,729	388,602,317

(forward)

# NOTES TO THE FINANCIAL STATEMENTS

AT 30 NOVEMBER 2025

## 14. Property, plant and equipment (continued)

(continued)

Group	Short-term leasehold land RM	Long-term leasehold land RM	Buildings RM	Heavy equipment, motor vehicles and motor launches RM	Plant and machinery RM	Furniture, fittings and equipment RM	Aircraft, tug boat and scow RM	Camp infrastructure and slipway RM	Capital work-in-progress RM	Total RM
<b>Accumulated impairment losses</b>										
At 1 January 2023	-	-	-	4,074,400	-	20,998	-	831,066	1,383,750	6,310,214
Charge for the financial period	-	-	-	-	-	-	-	-	1,130,557	1,130,557
At 30 June 2024	1,037,278	719,694	-	4,074,400	-	20,998	-	831,066	2,514,307	7,440,771
Disposal of subsidiaries (Note 16)	-	-	-	(3,180,405)	-	(20,998)	-	(831,066)	-	1,756,972
At 30 November 2025	1,037,278	719,694	-	893,995	-	-	-	-	2,514,307	5,165,274
<b>Net book value</b>										
At 30 November 2025	6,300,000	69,498,031	39,289,822	1,976,414	25,516,864	595,807	-	14	641,805	143,818,757
At 30 June 2024	7,614,947	77,884,339	44,434,279	4,399,383	23,445,361	641,125	1	21	7,879,246	166,298,702

The Group's capital work-in-progress represents expenditure for plant and machinery under construction.

## NOTES TO THE FINANCIAL STATEMENTS

AT 30 NOVEMBER 2025

### 14. Property, plant and equipment (continued)

Company			
Cost	Motor vehicle RM	Furniture, fittings and equipment RM	Total RM
At 1 January 2023	348,600	234,742	583,342
Additions	-	2,977	2,977
At 30 June 2024	348,600	237,719	586,319
Additions	-	42,847	42,847
At 30 November 2025	348,600	280,566	629,166
<b>Accumulated depreciation</b>			
At 1 January 2023	348,600	234,742	583,342
Charge for the financial period	-	136	136
At 1 July 2024	348,600	234,878	583,478
Charge for the financial period	-	5,417	5,417
At 30 June 2024	348,600	240,295	588,895
<b>Net book value</b>			
At 30 November 2025	-	40,271	40,271
At 30 June 2024	-	2,841	2,841

During the previous financial period ended 30 June 2024, the Group, through its subsidiary Maxland Energy Sdn. Bhd., acquired seven (7) parcels of long-term leasehold land for an aggregate purchase price of RM46,541,202 by acquiring 100% equity interest in the Melur Azim group, comprising Melur Azim Sdn. Bhd., Kesuma Vista Sdn. Bhd., Ambang Beribu Sdn. Bhd., and M. S. Progressive Sdn. Bhd. This acquisition was executed to settle the amounts due from the Logs Suppliers through a Settlement Agreement. Following the acquisition, the Group recognised a reversal of impairment loss on receivables amounting to RM46,670,000, while the remaining balance due from the Logs Suppliers of RM7,907,470 was waived, resulting in a corresponding amount of bad debts written off.

The short-term leasehold land, valued at RM6,300,000 (2024: RM7,614,947) has a lease term of less than fifty (50) years expiring in year 2063. The long-term leasehold land, valued at RM69,498,031 (2024: RM77,884,339), has lease terms of more than fifty (50) years, expiring from year 2053 to year 2098.

## NOTES TO THE FINANCIAL STATEMENTS

AT 30 NOVEMBER 2025

### 14. Property, plant and equipment (continued)

Depreciation of property, plant and equipment for the financial period has been recognised in the financial statements as follows:

	Group		Company	
	1.7.2024 to 30.11.2025 RM	1.1.2023 to 30.06.2024 RM	1.7.2024 to 30.11.2025 RM	1.1.2023 to 30.06.2024 RM
Recognised in profit or loss (Note 10)				
- Cost of sales	10,498,755	12,989,199	-	-
- Administrative expenses	2,135,219	1,719,803	5,417	136
	<u>12,633,974</u>	<u>14,709,002</u>	<u>5,417</u>	<u>136</u>

The property, plant and equipment of the Group held as rights-of-use assets are as follows:

Group	At cost RM	Accumulated depreciation RM	Impairment loss RM	Net book value RM
<b>30.11.2025</b>				
Short-term leasehold land	9,676,000	(2,338,722)	(1,037,278)	6,300,000
Long-term leasehold land	80,625,420	(10,407,695)	(719,694)	69,498,031
Heavy equipment, motor vehicles and motor launches	293,000	(36,625)	-	256,375
	<u>90,594,420</u>	<u>(12,783,042)</u>	<u>(1,756,972)</u>	<u>76,054,406</u>
<b>30.06.2024</b>				
Short-term leasehold land	9,676,000	(2,061,053)	-	7,614,947
Long-term leasehold land	89,506,044	(11,621,705)	-	77,884,339
	<u>99,182,044</u>	<u>(13,682,758)</u>	<u>-</u>	<u>85,499,286</u>

Long-term leasehold land and buildings of the Group with a carrying amount of RM38,254,292 (2024: RM3,868,623) are pledged as securities for facilities granted to the Group by third parties, while heavy equipment, motor vehicles and motor launches with a carrying amount of RM256,375 (2024: RM Nil) are pledged as securities for the related lease liability, as disclosed in Note 25 and 26 to the financial statements.

#### Impairment loss on property, plant and equipment

During the financial period, the Group recognised impairment losses of RM1,037,278 and RM719,694 on short-term and long-term leasehold land respectively, following an impairment assessment triggered by continued loss-making operations. The recoverable amounts of the assets were determined based on valuations performed by independent valuers using the comparable method, which indicated recoverable amounts below the carrying amounts at the reporting date.

## NOTES TO THE FINANCIAL STATEMENTS

AT 30 NOVEMBER 2025

### 15. Intangible assets

Group	Goodwill RM	Timber rights RM	Total RM
<b>Cost</b>			
At 1 January 2023	-	23,039,000	23,039,000
Addition	389,491	-	389,491
Reclassification	-	3,300,000	3,300,000
Written off (Note 7)	(389,491)	-	(389,491)
At 30 June 2024	-	26,339,000	26,339,000
Addition	222,803	-	222,803
Written off (Note 7)	(222,803)	-	(222,803)
At 30 November 2025	-	26,339,000	26,339,000
<b>Accumulated amortisation</b>			
At 1 January 2023/ 30 June 2024/ 30 November 2025	-	15,985,984	15,985,984
<b>Net book value</b>			
30 November 2025	-	10,353,016	10,353,016
30 June 2024	-	10,353,016	10,353,016

The timber rights are amortised based on the volume of timber logs extracted during the financial period as a proportion of the total extractable volume over the timber concession area. There was no amortisation of timber rights during the financial period as no timber logs were extracted from the concession area.

Timber rights amounting to RM3,300,000 were reclassified from other deposits to timber rights within intangible assets in the previous financial period, following the counterparty's procurement of the Log Extraction and Timber Sale Agreement.

Goodwill arising from the acquisition of Borneo Feeder Services Sdn. Bhd. was fully written off during the financial period ended 30 November 2025, following the subsidiary's continued losses since the acquisition date. At the reporting date, the subsidiary's net assets were negative and below the carrying amount of the goodwill, resulting in full impairment.

## NOTES TO THE FINANCIAL STATEMENTS

AT 30 NOVEMBER 2025

### 16. Investments in subsidiaries

	Company	
	30.11.2025 RM	30.06.2024 RM
Unquoted shares, at cost		
At 1 July/1 January	188,427,941	185,827,941
Additions	22,172,015	2,600,000
Disposals	(88,410,045)	-
Written off	(2,979,015)	-
At 30 November/30 June	119,210,896	188,427,941
Amount due from a subsidiary	106,000,000	106,000,000
	225,210,896	294,427,941
Less: Accumulated impairment losses	(222,910,896)	(293,427,941)
<b>Net carrying amount</b>	<b>2,300,000</b>	<b>1,000,000</b>

The amount due from a subsidiary is non-trade in nature, unsecured and interest free. The settlement of this amount is neither planned nor likely to occur in foreseeable future. As this amount is, in substance, a part of the Company's net investment in the subsidiary, it is stated at cost less accumulated impairment loss, if any.

The movement in the accumulated impairment losses account is as follows:

	Company	
	30.11.2025 RM	30.06.2024 RM
At 1 July/1 January	293,427,941	291,827,941
(Reversal)/Impairment for the financial period	(70,517,045)	1,600,000
At 30 November/30 June	222,910,896	293,427,941

Details of the subsidiaries are as follows:

Name of subsidiary	Country of incorporation	Proportion of ownership interest		Principal activities
		30.11.2025 %	30.06.2024 %	
<b>Held by the Company</b>				
Priceworth Industries Sdn. Bhd.	Malaysia	100	100	Manufacture and sale of processed wood products, and provision of wood processing services
Maxland Marine Sdn. Bhd.	Malaysia	-	100	Provision of repair and maintenance services for marine vessels
Cergas Kenari Sdn. Bhd.	Malaysia	100	100	Dormant
Sinora Sdn. Bhd.	Malaysia	100	100	Manufacture and sale of processed wood products and trading of logs
Innora Sdn. Bhd.	Malaysia	100	100	Manufacture and sale of processed wood products
Clean Fuel Energy Sdn. Bhd. (Formerly known as Maju Sinar Network Sdn. Bhd.)	Malaysia	70	100	Dormant
Beta Bumi Sdn. Bhd.	Malaysia	100	100	Extraction of timber and trading of logs
Harvest Element Sdn. Bhd.	Malaysia	-	100	Investment holding

# NOTES TO THE FINANCIAL STATEMENTS

AT 30 NOVEMBER 2025

## 16. Investments in subsidiaries (continued)

Details of the subsidiaries are as follows: (continued)

Name of subsidiary	Country of incorporation	Proportion of ownership interest		Principal activities
		30.11.2025 %	30.06.2024 %	
<b>Held by the Company</b>				
GSR Pte Ltd *	Singapore	100	100	Dormant
Maxland Energy Sdn. Bhd.	Malaysia	100	100	Dormant
Maxland Bina Sdn. Bhd.	Malaysia	100	100	Engineering services and dredging
Borneo Feeder Services Sdn. Bhd.	Malaysia	51	-	Carry on business in offshore oil & gas industry, sea transportation, manpower, shipping agent and marine supply
Maxland Real Sdn. Bhd.	Malaysia	100	100	Dormant
Sinora (Plywood) Sdn. Bhd. (Formerly known as Maxland Trades Sdn. Bhd.)	Malaysia	100	100	Dormant
<b>Held through Priceworth Industries Sdn. Bhd.</b>				
Maxland Timber Sdn. Bhd.	Malaysia	100	100	Extraction and trading of timber logs, gate pass management services and undertaking of construction contract
Cabaran Cerdas Sdn. Bhd.	Malaysia	-	100	Investment holding
Rimbunan Gagah Sdn. Bhd.	Malaysia	100	100	Property letting
<b>Held through Sinora Sdn. Bhd.</b>				
Kekal Eramaju Sdn. Bhd.	Malaysia	-	100	Dormant
<b>Held through Clean Fuel Energy Sdn. Bhd. (Formerly known as Maju Sinar Network Sdn. Bhd.)</b>				
Maxland Congo S.A.R.L.U *	Congo	100	100	Dormant
PT Clean Fuel Energy *	Indonesia	90	-	Dormant
<b>Held through Harvest Element Sdn. Bhd.</b>				
Maxland Gabon S.A.R.L.U *	Gabon	-	100	Dormant
Kinabalu Shipyards Sdn. Bhd.	Malaysia	-	100	Building of ships and floating structure, repair of fabricated metal products
<b>Held through Maxland Timber Sdn. Bhd.</b>				
Ligreen (PNG) Limited *	Papua New Guinea	100	100	Dormant

## NOTES TO THE FINANCIAL STATEMENTS

AT 30 NOVEMBER 2025

### 16. Investments in subsidiaries (continued)

Details of the subsidiaries are as follows: (continued)

Name of subsidiary	Country of incorporation	Proportion of ownership interest		Principal activities
		30.11.2025 %	30.06.2024 %	
<b>Held through Maxland Energy Sdn. Bhd.</b>				
Maxland Auto Sdn. Bhd.	Malaysia	60	60	Dormant
Melur Azim Sdn. Bhd.	Malaysia	100	100	Dormant
Maxland Data Sdn. Bhd.	Malaysia	100	-	Dormant
Maxland Kool Sdn. Bhd.	Malaysia	100	-	Dormant
System Enhancement Resources Technologies Sdn. Bhd.**	Malaysia	-	-	Dormant
<b>Held through Melur Azim Sdn. Bhd.</b>				
Ambang Beribu Sdn. Bhd.	Malaysia	100	100	Dormant
Kesuma Vista Sdn. Bhd.	Malaysia	100	100	Dormant
M. S. Progressive Sdn. Bhd.	Malaysia	100	100	Dormant

\* Not audited by PKF PLT

\*\* Acquired and disposed during the financial period

The proportion of voting rights held by non-controlling interests equals to their proportion of ownership interest held.

#### Subscription of additional shares

On 1 July 2024, the Company subscribed for an additional 2,000,000 ordinary shares in Maxland Energy Sdn. Bhd. at an issue price of RM1 each for cash.

On 10 October 2024, the Company subscribed for an additional 16,483,000 ordinary shares in Maxland Marine Sdn. Bhd. at an issue price of RM1 each, by way of capitalising the amount due from Maxland Marine Sdn. Bhd. to the Company. The Group disposed of its equity interest in Maxland Marine Sdn. Bhd. on 24 October 2024 for a consideration of RM10,600,000.

On 10 July 2025, the Company subscribed for an additional 2,979,015 ordinary shares in Harvest Element Sdn. Bhd. at an issue price of RM1 each, by way of capitalising the amount due from Harvest Element Sdn. Bhd. to the Company. The investment was fully written off during the financial period following the initiation of the members' voluntary winding-up process, which was completed as at the date of approval of these financial statements.

## NOTES TO THE FINANCIAL STATEMENTS

AT 30 NOVEMBER 2025

### 16. Investments in subsidiaries (continued)

#### Acquisition of subsidiaries

On 19 November 2024, the Company acquired a 51% equity interest in Borneo Feeder Services Sdn. Bhd., for a consideration of RM510,000. The acquisition had the following effect on the Group's assets and liabilities at the acquisition date:

	<b>Acquiree's carrying amount as of the date of acquisition RM</b>
<b>Assets</b>	
Property, plant and equipment	90,221
Cash and bank balances	190,437
Trade and other receivables	481,144
<b>Total assets</b>	<u>761,802</u>
<b>Liabilities</b>	
Loan and borrowing	54,944
Trade and other payables	143,726
<b>Total liabilities</b>	<u>198,670</u>
Total fair value identifiable net assets	563,132
Non-controlling interests' share of identifiable net assets	(275,935)
Total identifiable net assets acquired	287,197
Goodwill (Note 15)	222,803
Cash consideration paid	<u>510,000</u>
Net cash outflows, net of cash acquired, presented as investing activities in the Group statement of cash flows	<u>(319,563)</u>
Cash outflows presented as investing activities in the Company statement of cash flows	<u>(510,000)</u>

The goodwill primarily attributable to the skills of Borneo Feeder Services Sdn. Bhd.'s work force and the expected synergies from integrating the company into the Group's existing marine vessel repair and maintenance operations. None of the goodwill recognised is expected to be deductible for income tax purpose.

## NOTES TO THE FINANCIAL STATEMENTS

AT 30 NOVEMBER 2025

### 16. Investments in subsidiaries (continued)

#### Acquisition of subsidiaries (continued)

On 1 July 2024, the Group, via its subsidiary, Maxland Energy Sdn. Bhd. acquired 100% equity interest in System Enhancement Resources Technologies Sdn. Bhd., for a consideration of RM1. The acquisition had the following effect on the Group's assets and liabilities at the acquisition date:

	<b>Acquiree's carrying amount as of the date of acquisition RM</b>
<b>Assets</b>	
Property, plant and equipment	36,212
Cash and bank balances	20,036,863
Trade and other receivables	1,587,369
<b>Total assets</b>	<u>21,660,444</u>
<b>Liabilities</b>	
Trade and other payables	19,824,825
Taxation	367,007
<b>Total liabilities</b>	<u>20,191,832</u>
Total fair value identifiable net assets acquired	1,468,612
Less: Settlement due to seller upon collection from third party	(1,000,000)
Less: Gain on bargain purchase (Note 6)	(468,611)
Cash consideration paid	<u>1</u>
Net cash inflows, net of cash acquired, presented as investing activities in the Group statement of cash flows	<u>20,036,862</u>

On 24 October 2024, the Group, via its subsidiary, Maxland Energy Sdn. Bhd. subscribed 100% equity interests in Maxland Data Sdn. Bhd. and Maxland Kool Sdn. Bhd., being the date of incorporation of the subsidiaries, for a consideration of RM100 each.

On 21 May 2025, the Group, via its subsidiary, Clean Fuel Energy Sdn. Bhd. (Formerly known as Maju Sinar Network Sdn. Bhd.) subscribed 90% equity interest in PT Clean Fuel Energy, being the date of incorporation of the subsidiary, for a total consideration of RM2,574,000.

## NOTES TO THE FINANCIAL STATEMENTS

AT 30 NOVEMBER 2025

### 16. Investments in subsidiaries (continued)

#### Disposal of subsidiaries

During the financial period, the Group disposed of its 100% equity interests in the following subsidiaries:

	Date of disposal	Consideration RM
<b>Held by the Company</b>		
Maxland Marine Sdn. Bhd. ("MM")	28 October 2024	10,600,000
<b>Held through Clean Fuel Energy Sdn. Bhd. ("CFE") (Formerly known as Maju Sinar Network Sdn. Bhd.)</b>		
Kinabalu Shipyards Sdn. Bhd. ("KS")	31 December 2024	7,500
<b>Held through Maxland Energy Sdn. Bhd.</b>		
System Enhancement Resources Technologies Sdn. Bhd. ("SERT") *	24 November 2025	1
		10,607,501

\* During the financial period, the Group acquired and subsequently disposed of its 100% equity interest in System Enhancement Resources Technologies Sdn. Bhd. The disposal was undertaken as part of a strategic business decision to realign operations and focus on core activities.

The disposals had the following effect on the Group's assets and liabilities at the disposal date:

Group	Carrying amount as of date of disposal			
	MM RM	KS RM	SERT RM	Total RM
<b>Assets</b>				
Property, plant and equipment	13,831,356	-	40,031	13,871,387
Inventories	144,383	-	-	144,383
Trade and other receivables	3,172,007	21,472	9,282,154	12,475,633
Tax recoverable	158	-	-	158
Cash and bank balances	76,572	45,767	2,965	125,304
<b>Total assets</b>	17,224,476	67,239	9,325,150	26,616,865
<b>Liabilities</b>				
Trade and other payables	5,729,081	13,692	9,311,318	15,054,091
Loans and borrowings	224,455	-	-	224,455
Taxation	63	6,990	232,441	239,494
<b>Total liabilities</b>	5,953,599	20,682	9,543,759	15,518,040
Total identifiable net assets/(liabilities)	11,270,877	46,557	(218,609)	11,098,825
Less: Settlement due to seller upon collection from third party	-	-	(1,000,000)	(1,000,000)
Less: Sales consideration	(10,600,000)	(7,500)	(1)	(10,607,501)
Loss/(Gain) on disposal of subsidiaries - Group (Note 6)	670,877	39,057	(1,218,610)	(508,676)

## NOTES TO THE FINANCIAL STATEMENTS

AT 30 NOVEMBER 2025

### 16. Investments in subsidiaries (continued)

#### Disposal of subsidiaries (continued)

On 22 April 2025, the Group disposed of 30% equity interest in Clean Fuel Energy Sdn. Bhd. ("CFE") (Formerly known as Maju Sinar Network Sdn. Bhd.) to the non-controlling shareholders for a cash consideration of RM2. Following the disposal, the Group's equity interest in the subsidiary decreased from 100% to 70%.

As the transaction did not result in a loss of control, it was accounted for as an equity transaction in accordance with MFRS 10 Consolidated Financial Statements. The difference between the consideration received and the adjustment to the non-controlling interests amounting to RM149,987 was recognised directly in equity attributable to owners of the Company as detailed below:

	<b>RM</b>
Consideration received	2
Adjustment to non-controlling interests	(149,989)
	<hr/>
Difference recognised in equity attributable to owners of the Company	(149,987)
	<hr/> <hr/>

The disposals of subsidiaries held directly by the Company resulted in the derecognition of the investments in subsidiaries and the recognition of the consideration received, giving rise to a loss on disposal of subsidiaries as detailed below:

	<b>MM RM</b>	<b>CFE RM</b>	<b>Total RM</b>
Investments in subsidiaries	81,236,266	7,173,779	88,410,045
Less: Sales consideration	(10,600,000)	(2)	(10,600,002)
	<hr/>	<hr/>	<hr/>
Loss on disposal of subsidiaries – Company (Note 7)	70,636,266	7,173,777	77,810,043
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>

#### Write off of investment in subsidiaries

The Company has written off its investment in Harvest Element Sdn. Bhd. of RM2,979,015 following the initiation of the members' voluntary winding-up process during the financial period, which was completed as at the date of approval of these financial statements.

The subsidiaries, Priceworth Industries Sdn. Bhd. and Sinora Sdn. Bhd. have written off their investments in Cabaran Cerdas Sdn. Bhd. and Kekal Eramaju Sdn. Bhd. respectively, which had been fully impaired in previous financial years. The write-offs were made following the initiation of the members' voluntary winding-up process during the financial period, which was completed as at the date of approval of these financial statements.

**NOTES TO THE  
FINANCIAL STATEMENTS**  
AT 30 NOVEMBER 2025

**16. Investments in subsidiaries (continued)**

**Non-controlling interests in subsidiaries**

Name of subsidiary	Country of incorporation	Ownership interest	
		30.11.2025 %	30.6.2024 %
<b>Held by the Company</b>			
Clean Fuel Energy Sdn. Bhd. (Formerly known as Maju Sinar Network Sdn. Bhd.)	Malaysia	30	-
Borneo Feeder Services Sdn. Bhd.	Malaysia	49	-
<b>Held through Clean Fuel Energy Sdn. Bhd. (Formerly known as Maju Sinar Network Sdn. Bhd.)</b>			
PT Clean Fuel Energy	Indonesia	10	-
<b>Held through Maxland Energy Sdn. Bhd.</b>			
Maxland Auto Sdn. Bhd.	Malaysia	40	-

The financial information of the subsidiary of the Group that has material non-controlling interests ("NCI") is as follows:

Carrying amount of material NCI:

Name of subsidiary	30.11.2025 RM	30.6.2024 RM
<b>Held by the Company</b>		
Clean Fuel Energy Sdn. Bhd. (Formerly known as Maju Sinar Network Sdn. Bhd.)	747,837	-

Loss/Total comprehensive loss allocated to material NCI:

Name of subsidiary	1.7.2024 to 30.11.2025 RM	1.1.2023 to 30.6.2024 RM
<b>Held by the Company</b>		
Clean Fuel Energy Sdn. Bhd. (Formerly known as Maju Sinar Network Sdn. Bhd.)	(136,857)	-

## NOTES TO THE FINANCIAL STATEMENTS

AT 30 NOVEMBER 2025

### 16. Investments in subsidiaries (continued)

#### Summarised financial information of material NCI

The summarised financial information (before intra-company elimination) of the subsidiary that has material NCI is as follows:

Clean Fuel Energy Sdn. Bhd. (Formerly known as Maju Sinar Network Sdn. Bhd.)	1.7.2024 to 30.11.2025 RM	1.1.2023 to 30.6.2024 RM
<b>Summarised statement of profit or loss and other comprehensive income</b>		
Revenue	-	-
Loss/Total comprehensive loss for the financial period	(314,623)	-
<b>Summarised statement of financial position</b>		
Non-current assets	3,048,686	-
Current assets	2,117,559	-
Current liabilities	(5,731,983)	-
Net liabilities	(565,738)	-
<b>Summarised cash flows information</b>		
Net cash from operating activities	3,049,587	-
Net cash used in investing activities	(3,048,265)	-
Net increase in cash and cash equivalents	1,322	-

### 17. Investment in an associate company

	Group 30.11.2025 RM	30.06.2024 RM
Unquoted shares, at cost	40	-

Details of the associate company are as follows:

Associate company of	Country of incorporation	Ownership interest		Principal activity
		30.11.2025 %	30.6.2024 %	
Borneo Feeder Services Sdn. Bhd.				
Sipitang Port Reception Facility Sdn. Bhd.	Malaysia	40	-	Dormant

## NOTES TO THE FINANCIAL STATEMENTS

AT 30 NOVEMBER 2025

### 17. Investment in an associate company (continued)

#### Acquisition of associate company

On 23 June 2025, the Group, via its subsidiary, Borneo Feeder Services Sdn. Bhd. acquired a 40% equity interest in Sipitang Port Reception Facility Sdn. Bhd. The company remains dormant and has not commenced operations. As at the reporting date, it has no significant assets, liabilities or operations.

There are no capital commitments or contingencies related to the Group's interest in the associate company at the reporting date.

### 18. Biological assets

	30.11.2025 RM	Group 30.06.2024 RM
<b>Cost approximates fair value</b>		
<u>Immature timber plantations</u>		
At 1 July/1 January	-	-
Additions	3,245,138	-
At 30 November/30 June	<u>3,245,138</u>	<u>-</u>
<b>Fair value</b>		
<u>Mature timber plantations</u>		
At 1 July/1 January	115,700,000	134,700,000
Increase/(Decrease) in fair value due to changes in:		
Harvestable volume	15,230,000	20,900,000
Harvested timber	(12,100,000)	(3,900,000)
Effect of discounting	5,900,000	(22,100,000)
Other assumptions	(3,600,000)	(13,900,000)
Net changes in fair value	<u>5,430,000</u>	<u>(19,000,000)</u>
At 30 November/30 June	<u>121,130,000</u>	<u>115,700,000</u>
<b>Total biological assets</b>	<u>124,375,138</u>	<u>115,700,000</u>
	<b>M3</b>	<b>M3</b>
Harvested timber during the financial period	<u>58,153</u>	<u>18,475</u>

The biological assets are in respect of the Group's Sustainable Forest Management Project of 7,900 hectares and 20,151 hectares of timber land under a Sustainable Forest Management License Agreement signed with the State Government of Sabah at Pinangah Forest Reserve with fifty (50) years concession and Silvicultural Treatment and Mosaic Restoration and Enrichment Planting and Management System Project under an Integrated Mosaic Planting Agreement with a government body.

The biological assets are measured using a Level 3 fair value hierarchy, which incorporates valuation techniques that rely on inputs significantly affecting the fair value and are not based on observable market data.

## NOTES TO THE FINANCIAL STATEMENTS

AT 30 NOVEMBER 2025

### 18. Biological assets (continued)

The valuation of biological assets is based on income approach which considers the net present value of all directly attributable net cashflows. Significant unobservable inputs are used by the independent valuer in determining the fair value of the asset, which include the harvestable volume, discount rate use in the discounted cash flow model and adjustment factors to account for the discounted cash flow methods. The resulting fair value based on the independent valuer's professional opinion is therefore sensitive to these unobservable inputs, and changes to these inputs may result in a significantly higher or lower fair value measurement.

In determining the harvestable volume, the Group engaged an independent forester to estimate the forest inventory based on the random sample plot method, and is therefore subject to sampling error and as a result, the fluctuations from year to year can be significant. This exercised was performed in October 2025 (2024: in May 2024), which is reflective of the conditions at the financial period end.

#### Fair value measurements using significant unobservable inputs

The following table summarises the quantitative information about the significant unobservable inputs used in Level 3 fair value measurements:

Description of unobservable inputs	30.11.2025	30.06.2024
<u>Mosaic planting area</u>		
Selling price per m <sup>3</sup>	RM280	RM310
Net harvestable volume	1,541,641m <sup>3</sup>	761,300m <sup>3</sup>
Discount rate	24%	24%
<u>Liberation treatment area</u>		
Selling price per m <sup>3</sup>	RM535	RM535
Net harvestable volume	1,442,138m <sup>3</sup>	1,626,175m <sup>3</sup>
Discount rate	24%	24%

#### Sensitivity analysis

As at 30 November 2025, with all other variables held constant, the Group's loss before taxation for the period would have been impacted as follows:

Variable	30.11.2025 RM	30.06.2024 RM
Change in:		
Selling price by RM1	1,270,000	1,000,000
Net harvestable volume by 1%	4,470,000	3,400,000
Discount rate by 1%	2,930,000	3,400,000

#### Relationship of unobservable inputs to fair value

- (i) Increase in price would increase fair value
- (ii) Increase in net harvesting volume would increase fair value
- (iii) Increase in discount rate would decrease fair value.

Biological assets of the Group with a carrying amount of RM94,732,279 (2024: RM92,600,000) are pledged as security for a facility granted to the Group by a third party, as disclosed in Note 26 to the financial statements.

## NOTES TO THE FINANCIAL STATEMENTS

AT 30 NOVEMBER 2025

### 19. Inventories

Cost	Group	
	30.11.2025 RM	30.06.2024 RM
Consumable and spares	3,857,226	4,722,079
Finished goods	6,275,483	12,832,979
Goods in transit	-	41,771
Nursery	53,014	-
Raw materials	2,134,896	3,354,203
Work-in-progress	40,957	1,110,716
	<u>12,361,576</u>	<u>22,061,748</u>
Less: Allowance for slow moving and obsolete inventories	<u>(3,526,397)</u>	<u>(3,354,148)</u>
	<u>8,835,179</u>	<u>18,707,600</u>

During the financial period, the amount of inventories recognised as an expense in cost of sales of the Group was RM86,772,862 (2024: RM90,503,817).

The movement in the allowance for slow moving and obsolete inventories is as follows:

	Group	
	30.11.2025 RM	30.06.2024 RM
At 1 July/1 January	3,354,148	3,164,704
Charge for the financial period (Note 7)	1,269,503	2,124,947
Reversal for the financial period (Note 6)	(850,659)	-
Written off for the financial period	(246,595)	(1,935,503)
At 30 November/30 June	<u>3,526,397</u>	<u>3,354,148</u>

### 20. Trade and other receivables

	Group		Company	
	30.11.2025 RM	30.06.2024 RM	30.11.2025 RM	30.06.2024 RM
<b>Trade receivables</b>				
Third parties	5,188,438	7,988,536	-	-
Less: Allowance for expected credit losses	<u>(3,448,617)</u>	<u>(3,369,671)</u>	<u>-</u>	<u>-</u>
Trade receivables, net	<u>1,739,821</u>	<u>4,618,865</u>	<u>-</u>	<u>-</u>

## NOTES TO THE FINANCIAL STATEMENTS

AT 30 NOVEMBER 2025

### 20. Trade and other receivables (continued)

	Group		Company	
	30.11.2025 RM	30.06.2024 RM	30.11.2025 RM	30.06.2024 RM
<b>Other receivables</b>				
Deposits and advances for logs				
suppliers	1,337,500	2,310,166	-	-
Other deposits	6,919,443	14,081,894	20,840	129,490
Prepayments	2,537,929	5,423,002	54,214	14,793
Other receivables				
Related parties	3,677,226	3,314,999	-	-
Third parties	32,171,934	4,319,082	8,806,283	-
	<u>46,644,032</u>	<u>29,449,143</u>	<u>8,881,337</u>	<u>144,283</u>
Less: Allowance for expected credit losses	<u>(12,155,361)</u>	<u>(10,459,374)</u>	<u>(586,700)</u>	<u>-</u>
Other receivables, net	<u>34,488,671</u>	<u>18,989,769</u>	<u>8,294,637</u>	<u>144,283</u>
Amounts due from subsidiaries	-	-	195,406,824	206,714,838
Less: Allowance for expected credit losses	-	-	<u>(192,525,107)</u>	<u>(206,034,765)</u>
Amounts due from subsidiaries, net	<u>-</u>	<u>-</u>	<u>2,881,717</u>	<u>680,073</u>
Amount due from a corporate shareholder	<u>75,000</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Total trade and other receivables</b>	<u><u>36,303,492</u></u>	<u><u>23,608,634</u></u>	<u><u>11,176,354</u></u>	<u><u>824,356</u></u>

Trade receivables are non-interest bearing and the normal credit terms granted by the Group are 60 to 90 days (2024: 60 to 90 days). Other credit terms are assessed and approved on a case-by-case basis. They are recognised at their original invoice amounts which represented their fair values on initial recognition.

Included in other deposits is RM9,600,000 paid to a legal firm as stakeholder for the Group to be appointed as the sole contractor to extract and harvest all commercial and merchantable timber relating to area located in Ranau, Sabah, for which the counterparty is expecting to secure the rights over the said area from the State Government of Sabah. This amount will be released to the counterparty upon receipt of letter of offer from the Government granting the counterparty permission to plant, rehabilitate and harvest forests under the principles of sustainable forest management and environmental conservation for economic, environmental and social purposes within the forest reserve area.

As the counterparty failed to obtain the necessary approval, the deposit of RM9,600,000 was fully refunded to the Group on 26 June 2025.

## NOTES TO THE FINANCIAL STATEMENTS

AT 30 NOVEMBER 2025

### 20. Trade and other receivables (continued)

Included in other receivables are:

- RM8,183,050 representing advances made by the Group to a former subsidiary, System Enhancement Resources Technologies Sdn. Bhd. ("SERT"), which was disposed of to a third party during the financial period, in relation to a project undertaken by SERT. Subsequent to the financial period end, the Group requested repayment of the advances. SERT indicated that repayment is expected to be made in stages from the end of March 2026, in line with project progress. However, no formal repayment schedule has been agreed as at the date of approval of these financial statements.
- RM18,472,925, representing 90% of the lease consideration invoiced by the lessor for two (2) parcels of land measuring 4.57 acres and 4.854 acres, leased by the Group's subsidiaries, Maxland Data Sdn. Bhd. and Maxland Kool Sdn. Bhd., for the establishment of a Data Centre and a District Cooling System. This amount has been recorded both as a receivable and a corresponding liability, reflecting that the balances remain unsettled as at the reporting date, with the liability included within trade and other payables. The remaining 10% of the lease consideration, amounting to RM2,052,547, represents deposits paid to the lessor, for which an impairment has been recognised during the current financial period due to the risk of forfeiture arising from unsettled lease payments. Interest of RM556,237 on late payments, charged at 8% per annum, has also been recognised and is included within trade and other payables, as disclosed in Note 25 to the financial statements.

Amounts due from related parties, corporate shareholder and subsidiaries are unsecured, interest free and repayable on demand.

The movement in the allowance for expected credit losses account is as follows:

Group	Trade receivables RM	Other receivables RM	Total RM
At 1 January 2023	4,049,240	68,249,248	72,298,488
Reversal for the financial period	(380,371)	(47,952,307)	(48,332,678)
Written off for the financial period	(299,198)	(9,837,567)	(10,136,765)
At 30 June 2024	3,369,671	10,459,374	13,829,045
Charge for the financial period	455,468	3,122,649	3,578,117
Written off for the financial period	(376,522)	(1,426,662)	(1,803,184)
At 30 November 2025	3,448,617	12,155,361	15,603,978

## NOTES TO THE FINANCIAL STATEMENTS

AT 30 NOVEMBER 2025

### 20. Trade and other receivables (continued)

The movement in the allowance for expected credit losses account is as follows:  
(continued)

Company	Other receivables RM	Amounts due from subsidiaries RM	Total RM
At 1 January 2023	-	194,093,582	194,093,582
Charge for the financial period	-	11,941,183	11,941,183
At 30 June 2024	-	206,034,765	206,034,765
Reversal for the financial period	-	(12,922,958)	(12,922,958)
Reclassification	586,700	(586,700)	-
At 30 November 2025	586,700	192,525,107	193,111,807

#### Advances for logs suppliers

The allowance for expected credit losses on other receivables includes RM Nil (2024: RM554,666) related to advances made to Log Suppliers during the state-wide logging freeze imposed by the authorities in the financial year ended 30 June 2018.

Information about the Group's exposure to credit risks and expected credit losses for trade receivables is included in Note 29 to the financial statements.

### 21. Cash and cash equivalents

	Group		Company	
	30.11.2025 RM	30.06.2024 RM	30.11.2025 RM	30.06.2024 RM
Cash in hand	3,291	3,041	4	-
Cash at banks	1,715,289	5,191,634	30,420	1,332,683
Fixed deposit with a licensed bank	100,000	100,000	-	-
Cash and bank balances/ Cash and cash equivalents	1,818,580	5,294,675	30,424	1,332,683

The effective interest rate as at period end for a fixed deposit with a licensed bank of the Group was 1.90% (2024: 2.50%) per annum, with a maturity of 1 (2024: 1) month.

## NOTES TO THE FINANCIAL STATEMENTS

AT 30 NOVEMBER 2025

### 22. Share capital

#### Issued and fully paid:

	Group/Company	
	No. of ordinary shares	Share capital RM
At 1 January 2023	1,454,122,521	441,847,213
Issuance of shares	149,507,152	15,886,458
Share capital reduction	-	(210,000,000)
At 30 June 2024/30 November 2025	<u>1,603,629,673</u>	<u>247,733,671</u>

The holders of ordinary shares are entitled to receive dividends as and when declared by the Company. All ordinary shares carry one vote per share without restrictions and rank equally with regard to the Company's residual assets.

### 23. Other reserves

Group	Foreign currency translation reserve RM
At 1 July 2024/30 June 2025/30 November 2025	<u>27,133</u>

The foreign currency translation reserve represents exchange differences arising from the translation of the financial statements of foreign operations whose functional currencies differ from that of the Group's presentation currency.

### 24. Accumulated losses

The Group's and the Company's policy is to treat all gains and losses that pass through the statements of profit or loss and other comprehensive income (i.e. non-owner transactions or events) as revenue reserves. Other than retained profits, all other revenue reserves are regarded as non-distributable in the form of cash dividends to shareholders. Accumulated losses are the opposite of retained profits and when an entity is in an accumulated loss position, it is prohibited from distributing cash dividends to shareholders.

### 25. Trade and other payables

	Group		Company	
	30.11.2025 RM	30.06.2024 RM	30.11.2025 RM	30.06.2024 RM
Non-current				
Other payables				
Deposits received	<u>38,207,125</u>	<u>-</u>	<u>-</u>	<u>-</u>

## NOTES TO THE FINANCIAL STATEMENTS

AT 30 NOVEMBER 2025

### 25. Trade and other payables (continued)

	Group		Company	
	30.11.2025	30.06.2024	30.11.2025	30.06.2024
<b>Current</b>				
<b>Trade payables</b>				
Third parties	14,994,278	22,644,212	-	-
<b>Other payables</b>				
Accruals	5,147,575	3,798,359	810,587	74,675
Deposits received	3,371,276	59,824,862	-	-
Other payables				
Related parties	108,620	75,332	-	75,333
Third parties	26,094,465	4,448,484	732,874	674,757
Provisions	22,363,589	20,914,760	-	-
Other payables, net	57,085,525	89,061,797	1,543,461	824,765
Amount due to subsidiaries	-	-	5,580,404	406,319
	72,079,803	111,706,009	7,123,865	1,231,084
<b>Total trade and other payables</b>	<b>110,286,928</b>	<b>111,706,009</b>	<b>7,123,865</b>	<b>1,231,084</b>

Trade payables are non-interest bearing and the normal credit terms granted to the Group are 30 to 90 days (2024: 30 to 90 days).

Included in other payables are:

- RM38,207,125 (2024: RM59,630,286) included within deposits received, which bears interest at 12% per annum pursuant to a Deed of Settlement entered into in June 2019.

On 24 November 2025, following a breach of the original repayment schedule, the Group entered into a revised Settlement Agreement with the creditor, acknowledging a total debt of USD16,215,469, exclusive of further interest, charges, and costs. Under the revised terms, the creditor agreed to accept a settlement sum of USD9,250,000, bearing interest at 6% per annum, payable quarterly. Quarterly interest-only payments of USD138,750 are due commencing 1 November 2025, with the principal and any accrued interest, fees, and costs to be settled on or before 1 November 2030.

Pursuant to the revised Settlement Agreement, a debt waiver of USD6,965,469, equivalent to RM28,770,869, has been recognised in the financial statements, and the principal sum of USD9,250,000, equivalent to RM38,207,125, has been reclassified as a non-current liability in the statement of financial position. The payable is secured by a first fixed charge over a leasehold land, together with the plywood mill, warehouse, and other ancillary buildings, as disclosed in Note 14 to the financial statements.

## NOTES TO THE FINANCIAL STATEMENTS

AT 30 NOVEMBER 2025

### 25. Trade and other payables (continued)

Included in other payables are: (continued)

- RM18,472,925, representing 90% of the lease consideration invoiced by the lessor for two parcels of land leased by the subsidiaries. This amount has been recorded both as a receivable and a corresponding liability, reflecting that the balances remain unsettled as at the reporting date. Penalty interest of RM556,237 on late payments has also been recognised, as detailed in Note 20 to the financial statements.

Included in accruals are outstanding contributions to EPF and SOCSO totalling RM209,543 and RM17,927 (2024: RM1,246,843 and RM129,438) respectively, which remain unpaid due to the Group's tight cash flow position, resulting in a breach of the regulation requiring these payments. As at the date of approval of these financial statements, the outstanding contributions have not been fully settled.

Included in provisions are amounts for replanting costs, interest, arbitrator's fees, and representation costs arising from the Final Award in an arbitration between GSR Pte Ltd and Transkripsi Pintar Sdn. Bhd., consolidated with an arbitration involving Sinora Sdn. Bhd. and Anika Desiran Sdn. Bhd., amounted to RM20,556,812 (2024: RM20,556,812), as detailed in Note 34 to the financial statements, along with additional interest expenses accrued for the current financial period of RM1,448,572 (2024: RM357,948).

Amounts due to related parties and subsidiaries are unsecured, interest free and repayable on demand.

### 26. Loans and borrowings

	Group	
	30.11.2025 RM	30.06.2024 RM
<b>Non-current</b>		
Secured:		
Lease liability	59,817	-
Term loans	12,379,520	12,074,644
	<u>12,439,337</u>	<u>12,074,644</u>
<b>Current</b>		
Secured:		
Lease liability	92,690	-
Term loans	4,616,730	5,100,000
	<u>4,709,420</u>	<u>5,100,000</u>
<b>Total loans and borrowings</b>	<u>17,148,757</u>	<u>17,174,644</u>
<b>Maturity structure of loans and borrowings</b>		
Within one year	4,709,420	5,100,000
Between one to two years	3,433,818	9,600,000
Between two to five years	9,005,519	2,474,644
	<u>17,148,757</u>	<u>17,174,644</u>

## NOTES TO THE FINANCIAL STATEMENTS

AT 30 NOVEMBER 2025

### 26. Loans and borrowings (continued)

The interest rate structures are as follows:

	Effective interest rate per annum	
	30.11.2025	30.06.2024
Lease liability	6.48%	-
Term loans	3.00% to 11.65%	3.00%

The loans and borrowings are secured by the followings:

- (i) Irrevocable and unconditional individual guarantee and indemnity duly issued by the Directors;
- (ii) First party deed of assignment of a subsidiary's harvesting rights of the planted timber as disclosed in Note 18 to the financial statements; and
- (iii) Legal charge over certain leasehold land and heavy equipment, motor vehicles and motor launches of the Group as disclosed in Note 14 to the financial statements.

Included in loans and borrowings is a loan granted for the development of a forest plantation by Forest Plantation Development Sdn. Bhd. ("FPD") at an interest rate of 3% per annum. FPD is a special purpose vehicle incorporated under the Malaysian Timber Industry Board (Incorporation) Act, 1973, to manage funds allocated by the Government of Malaysia for the implementation of forest plantation development programme. The benefit of a Government loan at a below-market interest rate is treated as a Government grant. As this Government grant relates to the biological assets measured at fair value less costs to sell, it is recognised in profit or loss in accordance with MFRS141 *Agriculture*.

This loan is repayable over five (5) years, commencing at the earlier of the expiry of the grace period of fifteen (15) years from the first drawdown in year 2012 or the commencement of harvesting of the planted trees related to the biological assets, as disclosed in Note 18 to the financial statements.

The scheduled repayment is as follows:

	Yearly instalments	RM
	RM	RM
Repayment due date:		
June 2026	3,221,229	3,221,229
June 2027	3,317,866	3,317,866
June 2028	3,417,402	3,417,402
June 2029	3,519,924	3,519,924
June 2030	3,488,017	3,488,017
		16,964,438

## NOTES TO THE FINANCIAL STATEMENTS

AT 30 NOVEMBER 2025

### 27. Deferred tax liabilities

	<b>30.11.2025</b>	<b>Group</b> <b>30.06.2024</b>
	<b>RM</b>	<b>RM</b>
At 1 July/1 January	12,253,476	20,374,793
Recognised in profit or loss (Note 12)	1,980,943	(8,121,317)
At 30 November/30 June	<u>14,234,419</u>	<u>12,253,476</u>

The components of deferred tax liabilities and assets recognised during the financial period are as follows:

	<b>30.11.2025</b>	<b>Group</b> <b>30.06.2024</b>
	<b>RM</b>	<b>RM</b>
Property, plant and equipment	23,196,658	18,697,171
Timber rights	19,934,397	19,934,397
Biological assets	124,375,138	115,700,000
Unutilised tax losses	(73,357,571)	(68,975,275)
Unabsorbed capital allowances	(34,838,541)	(34,300,143)
	59,310,081	51,056,150
Tax rate	24%	24%
Deferred tax liabilities recognised	<u>14,234,419</u>	<u>12,253,476</u>

No deferred tax assets have been recognised for the following items:

	<b>30.11.2025</b>	<b>Group</b> <b>30.06.2024</b>
	<b>RM</b>	<b>RM</b>
Property, plant and equipment	14,664,027	29,763,748
Unutilised tax losses	(125,214,200)	(112,102,306)
Unabsorbed capital allowances	(13,581,955)	(13,564,074)
	(124,132,128)	(95,902,632)
Tax rate	24%	24%
Deferred tax assets not recognised	<u>(29,791,711)</u>	<u>(23,016,632)</u>

## NOTES TO THE FINANCIAL STATEMENTS

AT 30 NOVEMBER 2025

### 27. Deferred tax liabilities (continued)

Year of expiry of unutilised tax losses is analysed as follows:

	<b>1.7.2024 to 30.11.2025 RM</b>	<b>1.1.2023 to 30.06.2024 RM</b>
Expiry by 2028	99,752,426	99,756,808
Expiry by 2029	30,901,697	30,901,697
Expiry by 2030	11,526,858	11,526,858
Expiry by 2031	3,545,899	3,545,899
Expiry by 2032	3,632,143	3,632,143
Expiry by 2033	13,442,308	13,442,308
Expiry by 2034	13,742,844	18,271,868
Expiry by 2035	22,027,596	-
	<u>198,571,771</u>	<u>181,077,581</u>

The unabsorbed capital allowances disclosed above are available indefinitely for offsetting against future taxable profits of the Group whereas the unutilised tax losses are available to be carried forward up to the maximum of ten (10) years, subject to no substantial change in shareholdings under the Income Tax Act, 1967 and guidelines issued by the tax authority.

Deferred tax assets have not been recognised in respect of these items because it is not probable that future taxable profit will be available against which the Group can utilise the benefits.

### 28. Significant related party transactions

#### (a) Identities of related parties

Parties are considered to be related to the Group and the Company if the Group and the Company have the ability, directly or indirectly, to control the party or exercise significant influence over the party in making financial and operating decisions, or vice versa, or where the Group or the Company and the party are subject to common control or common significant influence. Related parties could be individuals or other entities.

# NOTES TO THE FINANCIAL STATEMENTS

AT 30 NOVEMBER 2025

## 28. Significant related party transactions (continued)

### (b) Related parties' transactions

The aggregate value of transactions of the related parties of the Group and of the Company were as follows:

Name of related parties Group	Type of transaction	Transaction value		
		30.11.2025 RM	30.06.2024 RM	
Entities under common control:				
Destini Berhad	Acquisition of a subsidiary	(1)	-	
Green Edible Oil Sdn. Bhd.	Rental income	262,128	259,688	
Sabah Softwoods Berhad	Purchase of goods and services	(417,648)	-	
Syarikat Kretam Plantations Sdn. Bhd.	Contract income	295,976	-	
	Purchase of goods and services	(161,966)	-	
Rantau Hartawan Sdn. Bhd.	Sales of goods and services	90,206	329,959	
	Rental expenses	(223,323)	(191,120)	
	Purchase of goods and services	(26,320)	(115,630)	
<b>Company</b>				
With subsidiaries company:				
Sinora Sdn. Bhd.	Advances	(9,270,184)	(11,744,317)	
	Management fee	-	(189,000)	
	Hardware maintenance fee	(34,000)	(36,000)	
	Contra of account	-	32,678	
	Debt reassignment	3,000,000	-	
	Payment of account	18,148,473	4,804,571	
	(Reversal of allowance)/ Allowance for expected credit losses	(8,781,746)	7,132,068	
	Share service for manpower	(3,062,543)	-	
	Priceworth Industries Sdn. Bhd.	Advances	(3,846,800)	(11,058,482)
		Payment of account	420,708	10,898,756
Management fee		-	(189,000)	
Hardware maintenance fee		(34,000)	(36,000)	
Debt reassignment		12,598,675	6,750,970	
Reversal of allowance for expected credit losses		(8,768,178)	(6,368,483)	
Beta Bumi Sdn. Bhd.	Advances	(1,504,964)	-	
	Management fee	-	(189,000)	
	Hardware maintenance fee	(34,000)	(36,000)	
	Share service for manpower	(222,811)	-	
Harvest Element Sdn. Bhd.	Advances	(7,954)	-	
	Debt reassignment	(2,230,823)	(756,672)	
	Payment on behalf	7,913	8,000	
	Payment of account	2,979,536	-	
	(Reversal of allowance)/ Allowance for expected credit losses	(748,672)	748,672	
Innora Sdn. Bhd.	Advances	(1,229,003)	(279,000)	
	Payment of account	542,006	70,000	
	Management fee	-	(189,000)	
	Hardware maintenance fee	(34,000)	(36,000)	
	Allowance for expected credit losses	1,058,582	434,000	
	Share service of manpower	(337,855)	-	

# NOTES TO THE FINANCIAL STATEMENTS

AT 30 NOVEMBER 2025

## 28. Significant related party transactions (continued)

### (b) Related parties' transactions (continued)

The aggregate value of transactions of the related parties of the Group and of the Company were as follows: (continued)

Name of related parties Company	Type of transaction	Transaction value	
		30.11.2025 RM	30.06.2024 RM
With subsidiary companies:			
Maxland Auto Sdn. Bhd.	Management fee	-	(30,000)
	Hardware maintenance fee	(17,000)	(15,000)
	Payment of account	2,500,100	-
	Payment on behalf	(60,106)	(767)
Maxland Bina Sdn. Bhd.	Advances	(1,092,470)	(349,975)
	Management fee	-	(30,000)
	Hardware maintenance fee	(17,000)	(15,000)
	Payment of account	603,997	-
	Allowance for expected credit losses	1,163,463	-
	Share service of manpower	(267,015)	-
Maxland Energy Sdn. Bhd.	Management fee	-	(32,000)
	Hardware maintenance fee	(17,000)	(16,000)
	Advances	(1,558,776)	(1,100,000)
	Payment on behalf	2,045,000	(150,667)
	(Reversal of allowance)/ Allowance for expected credit losses	(1,298,667)	1,298,667
Melur Azim Sdn. Bhd.	Advances	(243,000)	-
	Debt reassignment	(5,000,000)	-
	Management fee	-	(12,000)
	Hardware maintenance fee	(17,000)	(6,000)
	Payment of account	8,300,000	-
	Payment on behalf	(9,135)	(331)
Maxland Marine Sdn. Bhd.	Advances	-	(205,000)
	Payment on behalf	-	(1,516)
	Management fee	-	(189,000)
	Hardware maintenance fee	-	(36,000)
	Debt assignment	-	(8,167,625)
	Bad debts written off	-	816
	Allowance for expected credit losses	-	8,598,325
Rimbunan Gagah Sdn. Bhd.	Management fee	-	(36,000)
	Hardware maintenance fee	(17,000)	(18,000)
	Payment on behalf	(708)	-
	Allowance for expected credit losses	-	54,000
	Share service of manpower	(9,924)	-
Maxland Timber Sdn. Bhd.	Advances	(13,329,139)	(2,046,000)
	Payment of account	6,340,890	557,992
	Management fee	-	(189,000)
	Hardware maintenance fee	(34,000)	(36,000)
	Debt assignment	1,823,119	2,119,327
	Allowance for expected credit losses	6,490,672	-
	Share service of manpower	(1,697,861)	-
GSR Pte Ltd	Reclassification of account	-	(43,934)
	Payment on behalf	(38,907)	-
	Allowance for expected credit losses	38,907	43,934

## NOTES TO THE FINANCIAL STATEMENTS

AT 30 NOVEMBER 2025

### 28. Significant related party transactions (continued)

#### (b) Related parties' transactions (continued)

The aggregate value of transactions of the related parties of the Group and of the Company were as follows: (continued)

Name of related parties Company	Type of transaction	Transaction value	
		30.11.2025 RM	30.06.2024 RM
With subsidiary companies:			
Ambang Beribu Sdn. Bhd.	Payment on behalf	(11,613)	-
Kesuma Vista Sdn. Bhd.	Payment on behalf	(13,006)	-
M. S. Progressive Sdn. Bhd.	Payment on behalf	(10,206)	-
Maxland Data Sdn. Bhd.	Payment on behalf	(1,032,926)	-
	Allowance for expected credit losses	1,032,926	-
Maxland Real Sdn. Bhd.	Advances	100,000	-
	Payment on behalf	(7,963)	-
Sinora (Plywood) Sdn. Bhd. (Formerly known as Maxland Trades Sdn. Bhd.)	Advances	100,000	-
	Payment on behalf	(8,589)	-
Maxland International Pty	Payment on behalf	(3,043)	-
Maxland Kool Sdn. Bhd.	Payment on behalf	(1,087,582)	-
	Allowance for expected credit losses	1,087,582	-
Borneo Feeder Services Sdn. Bhd.	Advances	(670,000)	-
	Payment of account	510,000	-
	Payment on behalf	(277,073)	-
	Allowance for expected credit losses	437,073	-
Clean Fuel Energy Sdn. Bhd. (Formerly known as Maju Sinar Network Sdn. Bhd.)	Advances	(1,430,000)	-
	Payment of account	1,911,284	-
	Payment on behalf	(3,857,739)	-
	Allowance for expected credit losses	3,376,455	-

Information regarding outstanding balances arising from related party transactions as at 30 November 2025 is disclosed in Notes 20 and 25 to the financial statements.

#### (c) Compensation of key management personnel

The remuneration of Directors and other members of key management during the financial period was as follows:

	Group		Company	
	1.7.2024 to 30.11.2025 RM	1.1.2023 to 30.06.2024 RM	1.7.2024 to 30.11.2025 RM	1.1.2023 to 30.06.2024 RM
Short-term employee benefits	1,033,934	1,002,426	646,400	687,100
Contributions to defined contribution plan	119,380	99,440	70,188	62,276
	<u>1,153,314</u>	<u>1,101,866</u>	<u>716,588</u>	<u>749,376</u>

## NOTES TO THE FINANCIAL STATEMENTS

AT 30 NOVEMBER 2025

### 28. Significant related party transactions (continued)

#### (c) Compensation of key management personnel (continued)

The remuneration of Directors and other members of key management during the financial period was as follows: (continued)

	Group		Company	
	1.7.2024 to 30.06.2025 RM	1.1.2023 to 30.06.2024 RM	1.7.2024 to 30.06.2025 RM	1.1.2023 to 30.06.2024 RM
Included in the key management personnel are:				
Directors' remuneration (Note 9)	1,153,314	1,101,866	716,588	749,376

Key management personnel are defined as those persons having authority and responsibility for planning, directing and controlling the activities of the Group and of the Company either directly or indirectly, including any Director of the Group and of the Company.

The terms and conditions and prices of the above transactions are mutually agreed between the parties.

### 29. Financial instruments

#### (a) Categories of financial instruments

Financial assets	Group		Company	
	30.11.2025 RM	30.06.2024 RM	30.11.2025 RM	30.06.2024 RM
<u>Measured at amortised cost</u>				
Trade and other receivables	15,292,638	18,185,632	11,122,140	809,563
Cash and bank balances	1,818,580	5,294,675	30,424	1,332,683
	<u>17,111,218</u>	<u>23,480,307</u>	<u>11,152,564</u>	<u>2,142,246</u>
<b>Financial liabilities</b>				
<u>Measured at amortised cost</u>				
Trade and other payables	110,286,928	111,706,009	7,123,865	1,231,084
Loans and borrowings	17,148,757	17,174,644	-	-
	<u>127,435,685</u>	<u>128,880,653</u>	<u>7,123,865</u>	<u>1,231,084</u>

A reconciliation of trade and other receivables financial assets to the amounts reflected in the statements of financial position is as follows:

Trade and other receivables	Group		Company	
	30.11.2025 RM	30.06.2024 RM	30.11.2025 RM	30.06.2024 RM
As reflected in the statements of financial position (Note 20)	36,303,492	23,608,634	11,176,354	824,356
Less: Prepayments	(2,537,929)	(5,423,002)	(54,214)	(14,793)
Other receivables	(18,472,925)	-	-	-
	<u>15,292,638</u>	<u>18,185,632</u>	<u>11,122,140</u>	<u>809,563</u>

# NOTES TO THE FINANCIAL STATEMENTS

AT 30 NOVEMBER 2025

## 29. Financial instruments (continued)

### (b) Financial risk management

The Group and the Company are exposed to financial risks arising from their operations and the use of financial instruments. The key financial risks include credit risk, liquidity risk and foreign currency risk. Interest rate risk is not considered a significant risk, as the Group does not have significant floating rate debt instruments, and the effect of changes in interest rates is not material to the Group.

The Board of Directors reviews and agrees on policies and procedures for the management of these risks, which are executed by the Group's finance department and overseen by an Executive Director. The audit committee provides independent oversight to the effectiveness of the risk management process.

It is, and has been throughout the current and previous financial period, the Group's policy that no derivatives shall be undertaken except for the use as hedging instruments where appropriate and cost-efficient. The Group does not apply hedge accounting.

The following sections provide details regarding the Group's and the Company's exposure to the above-mentioned financial risks and the objectives, policies and processes for the management of these risks.

#### (i) Credit risk

Credit risk is the risk of loss that may arise on outstanding financial instruments should a counterparty default on its obligations. The Group's and the Company's exposure to credit risk arises primarily from trade and other receivables. For other financial assets (including cash and bank balances), the Group and the Company minimise credit risk by dealing exclusively with high credit rating counterparties.

The Group's objective is to seek continual revenue growth while minimising losses incurred due to increased credit risk exposure.

It is the Group's policy that all customers who wish to trade on credit terms are subject to credit verification procedures. In addition, receivable balances are monitored on an ongoing basis with the result that the Group's exposure to bad debts is not significant.

As at the reporting date, the Group's and the Company's maximum exposure to credit risk is represented by the carrying amount of each class of financial assets recognised in the statements of financial position.

## NOTES TO THE FINANCIAL STATEMENTS

AT 30 NOVEMBER 2025

### 29. Financial instruments (continued)

#### (b) Financial risk management (continued)

##### (i) Credit risk (continued)

##### (a) Trade receivables

At each reporting date, the Group assesses whether any of the trade receivables are credit impaired.

The gross carrying amounts of credit impaired trade receivables are written off (either partially or full) when there is no realistic prospect of recovery. This is generally the case when the Group determines that the debtor does not have assets or sources of income that could generate sufficient cash flows to repay amounts subject to the write-off. Nevertheless, trade receivables and contract asset that are written off could still be subject to enforcement activities.

The ageing analysis of the Group's trade receivables as at the reporting date is as follows:

Group	Gross amount RM	Expected credit losses RM	Carrying amount RM
<b>30.11.2025</b>			
Not past due	1,386,298	-	1,386,298
Past due:			
- less than 30 days	1,675	-	1,675
- between 31 to 60 days	41,679	-	41,679
- between 61 to 90 days	965	-	965
- more than 91 days	3,757,821	(3,448,617)	309,204
	3,802,140	(3,448,617)	353,523
	5,188,438	(3,448,617)	1,739,821
<b>30.06.2024</b>			
Not past due	3,079,922	-	3,079,922
Past due:			
- less than 30 days	354,950	-	354,950
- between 31 to 60 days	73,630	-	73,630
- between 61 to 90 days	46,752	-	46,752
- more than 91 days	4,433,282	(3,369,671)	1,063,611
	4,908,614	(3,369,671)	1,538,943
	7,988,536	(3,369,671)	4,618,865

# NOTES TO THE FINANCIAL STATEMENTS

AT 30 NOVEMBER 2025

## 29. Financial instruments (continued)

### (b) Financial risk management (continued)

#### (i) Credit risk (continued)

##### (a) Trade receivables (continued)

As at the end of the reporting period, the maximum exposure to credit risk arising from trade receivables is represented by the carrying amounts in the statements of financial position. The Group does not hold any collateral or other credit enhancements over these balances.

Trade receivables that are neither past due nor impaired are creditworthy receivables with good payment records with the Group. None of the Group's trade receivables that are neither past due nor impaired have been renegotiated during the financial period.

The Group has trade receivables amounting to RM353,523 (2024: RM1,538,943) that are past due but not impaired as at the reporting date. These balances are unsecured in nature.

Impairment for trade receivables is measured at an amount equal to lifetime expected credit losses. The expected credit losses on trade receivables include both individual impairment for those that show objective evidence of impairment (stage 3 loss) and collective impairment (stage 2 loss). Collective impairment is provided using a provisional matrix based on the Group's historical loss experience, with reference to the past due status of the debtor.

As at the reporting date, the Group has a significant concentration of credit risk (defined as individual or group of customers with outstanding balance of 10% or more of total net trade receivables) from 9 (2024: 8) customers, which represents 75% (2024: 56%) of total net trade receivables.

##### (b) Other receivables

For other receivables, including amounts due from subsidiaries, lifetime expected credit losses are assessed for those counterparties that show significant increase in credit risk as at the end of the reporting period, and impairment made based on objective evidence of impairment.

##### (c) Cash and cash equivalents

The cash and cash equivalents are held with banks and financial institutions. As at the end of the reporting period, the maximum exposure to credit risk is represented by their carrying amounts in the statements of financial position.

These banks and financial institutions have low credit risks. Consequently, the Group and the Company are of the view that loss allowance is not material and hence, it is not provided for.

## NOTES TO THE FINANCIAL STATEMENTS

AT 30 NOVEMBER 2025

### 29. Financial instruments (continued)

#### (b) Financial risk management (continued)

##### (ii) Liquidity risk

Liquidity risk is the risk that the Group and the Company will encounter difficulty in meeting financial obligations due to shortage of funds. The Group's and the Company's exposure to liquidity risk arises primarily from mismatches of the maturities of financial assets and liabilities. The Group's and the Company's objective is to maintain a balance between continuity of funding and flexibility through the use of stand-by credit facilities.

As part of its overall liquidity management, the Group maintains sufficient levels of cash or cash convertible investments to meet its working capital requirements. In addition, the Group strives to maintain available banking facilities at a reasonable level to its overall debt position. As far as possible, the Group raises committed funding from financial institutions and balances its portfolio with some short-term funding so as to achieve overall cost effectiveness.

The following table sets out the maturity profile of the Group's and the Company's financial liabilities as at the end of the reporting period based on contractual undiscounted cash flows (including interest payments computed using contractual rates or, if floating, based on the rates at the end of the reporting period):

	Carrying amount RM	Contractual undiscounted cash flows RM	Within 1 year RM	1 – 5 years RM	Over 5 years RM
<b>Group</b>					
<b>30.11.2025</b>					
<b>Financial liabilities</b>					
Trade and other payables	110,286,928	110,286,928	110,286,928	-	-
Loans and borrowings	17,148,757	17,157,028	4,713,078	3,437,411	9,006,539
	<u>127,435,685</u>	<u>127,443,956</u>	<u>115,000,006</u>	<u>3,437,411</u>	<u>9,006,539</u>
<b>30.06.2024</b>					
<b>Financial liabilities</b>					
Trade and other payables	111,706,009	111,706,009	111,706,009	-	-
Loan and borrowing	17,174,644	17,174,644	5,100,000	12,074,644	-
	<u>128,880,653</u>	<u>128,880,653</u>	<u>116,806,009</u>	<u>12,074,644</u>	<u>-</u>
<b>Company</b>					
<b>30.11.2025</b>					
<b>Financial liabilities</b>					
Trade and other payables	7,123,865	7,123,865	7,123,865	-	-
<b>30.06.2024</b>					
<b>Financial liabilities</b>					
Trade and other payables	1,231,084	1,231,084	1,231,084	-	-

## NOTES TO THE FINANCIAL STATEMENTS

AT 30 NOVEMBER 2025

### 29. Financial instruments (continued)

#### (b) Financial risk management (continued)

##### (iii) Foreign currency risk

Foreign currency risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of change in foreign exchange rate.

The Group has transactional currency exposures arising from sales that are denominated in a currency other than the functional currency of the Group, which is RM. The foreign currency in which these transactions are denominated are mainly United States Dollars (USD).

Approximately 72% (2024: 54%) of the Group's sales are denominated in foreign currency. 42% (2024: 21%) of the Group's trade receivables as at reporting date are denominated in foreign currency.

The Group also holds cash at banks denominated in foreign currencies for working capital purposes. As at the reporting date, such foreign currency balances (mainly in USD) amounted to RM192,437 (2024: RM283,219).

The following table demonstrates the sensitivity of the Group's loss before tax to a reasonably possible change in the USD exchange rate against the functional currency of the Group, with all other variables held constant:

Effects on profit before taxation	Group Increase/(Decrease)	
	30.11.2025 RM	30.06.2024 RM
USD/RM		
- strengthened 5% (2024: 5%)	(1,864,383)	(2,738,983)
- weakened 5% (2024: 5%)	1,864,383	2,738,983

### 30. Fair value information

The financial assets and financial liabilities maturing within the next twelve (12) months approximated their fair values due to the relatively short-term maturity of the financial instruments.

The carrying amount of the variable rate term loan approximated its fair value as the loan will be re-priced to market interest rate on or near reporting date.

## NOTES TO THE FINANCIAL STATEMENTS

AT 30 NOVEMBER 2025

### 30. Fair value information (continued)

As at the reporting date, the Group held the following at fair value in the statement of financial position:

30.11.2025		Carrying amount	Level 1	Level 2	Level 3
Asset measured at fair value	Note	RM	RM	RM	RM
Biological assets	18	124,375,138	-	-	124,375,138

#### 30.06.2024

30.06.2024		Carrying amount	Level 1	Level 2	Level 3
Asset measured at fair value	Note	RM	RM	RM	RM
Biological assets	18	115,700,000	-	-	115,700,000

There have been no transfers between the levels during the current and previous financial period.

### 31. Capital management

The primary objective of the Group's and the Company's capital management is to ensure that they maintain a strong credit rating and healthy capital ratios in order to support their businesses and maximise shareholders' value.

The Group and the Company manage their capital structure, and make adjustment to it, in the light of changes in economic conditions. To maintain or adjust the capital structure, the Group and the Company may adjust dividend payment to shareholders, return capital to shareholders or issue new shares. The Group's strategies were unchanged from the previous financial period.

The Group and the Company monitor capital using gearing ratio. The gearing ratio is calculated as net debt divided by total equity. Net debt is calculated as borrowings plus payables less cash and bank balances.

The gearing ratio of the Group and of the Company as at the end of the reporting period was as follows:

	Group		Company	
	30.11.2025 RM	30.06.2024 RM	30.11.2025 RM	30.06.2024 RM
Loans and borrowings	17,148,757	17,174,644	-	-
Trade and other payables	110,286,928	111,706,009	7,123,865	1,231,084
Less: Cash and bank balances	(1,818,580)	(5,294,675)	(30,424)	(1,332,683)
Net debt	125,617,105	123,585,978	7,093,441	(101,599)
Total equity	184,187,557	194,569,361	6,432,547	1,954,280
Gearing ratio	0.68	0.64	1.10	-

The Group is not subject to any externally imposed capital requirements.

# NOTES TO THE FINANCIAL STATEMENTS

AT 30 NOVEMBER 2025

## 32. Segment information

### (i) Operating segment

For management purposes, the Group is organised into business units based on its products and services, and has four (4) reportable operating segments as follows:

	<u>Reportable segments</u>	<u>Operations</u>
(i)	Logging	Extraction, sale of logs and tree planting (reforestation)
(ii)	Manufacturing	Manufacturing and sale of plywood, veneer, raw and laminated particleboard, sawn timber and finger joint moulding
(iii)	Engineering	Infrastructure, construction and maintenance services and provision of marine services, including repair and maintenance of tugboat and barge amongst others
(iv)	Others	Investment holding and the provision of hiring services

Except as indicated above, no other operating segments have been aggregated to form the above reportable operating segments.

Management monitors the operating results of its business units separately for the purpose of making decisions about resource allocation and performance assessment. Segment performance is evaluated based on operating profit or loss which, in certain aspects as explained in the table below, is measured differently from operating profit or loss in the consolidated statement of profit or loss and other comprehensive income.

Transfer prices between operating segments are on an arm's length basis in a manner similar to transactions with third parties.

# NOTES TO THE FINANCIAL STATEMENTS

AT 30 NOVEMBER 2025

## 32. Segment information (continued)

### (i) Operating segment (continued)

30.11.2025

Segment profit/(loss)	Logging RM	Manufacturing RM	Engineering RM	Others RM	Adjustments and eliminations RM	Per consolidated financial statements RM
<i>Included in the measure of segment profit/(loss) are:</i>						
Revenue from:						
External customers	4,815,496	74,755,645	4,612,114	491,096	-	84,674,351
Inter-segment	3,174,807	19,830,688	-	6,223,414	(29,228,909)	-
Total revenue	7,990,303	94,586,333	4,612,114	6,714,510	(29,228,909) (a)	84,674,351
Allowance for slow moving and obsolete inventories	-	(1,269,503)	-	-	-	(1,269,503)
(Allowance)/Reversal for expected credit losses	(4,024,415)	2,289,149	55,000	86,681,748	(88,579,599)	(3,578,117)
Bad debts written off	-	(429,209)	-	(3,706,060)	3,637,509	(497,760)
Depreciation of property, plant and equipment	(1,557,619)	(8,733,909)	(523,921)	(397,589)	(1,420,936)	(12,633,974)
Fair value gain on biological assets	5,430,000	-	-	-	-	5,430,000
Gain on bargain purchase	-	-	-	-	468,611	468,611
Gain on disposal of subsidiaries	-	(2)	-	(80,789,058)	81,297,736	508,676
Goodwill written off	-	-	-	-	(222,803)	(222,803)
Impairment loss on property, plant and equipment	-	-	-	-	(1,756,972)	(1,756,972)
Interest expenses	(527,742)	(15,660,756)	(17,407)	(322,069)	315,665	(16,212,309)
Interest income	70	6,042	8,697	318,754	(315,666)	17,897
Inventories written off	-	(47,006)	-	-	-	(47,006)

(forward)

NOTES TO THE  
FINANCIAL STATEMENTS

AT 30 NOVEMBER 2025

## 32. Segment information (continued)

## (i) Operating segment (continued)

(continued)

30.11.2025

*Included in the measure of segment profit/(loss) are: (continued)*

Gain/(Loss) on disposal of property, plant and equipment  
 Liabilities no longer in existence written back  
 Property, plant and equipment written off  
 Reversal of allowance for slow moving and obsolete inventories  
 Unrealised gain on foreign exchange  
 Waiver of debt on overdue payable balance

	Logging RM	Manufacturing RM	Engineering RM	Others RM	Adjustments and eliminations RM	Per consolidated financial statements RM
	472,731	(848,715)	-	-	13,206	(362,778)
	729,209	-	-	6,187,319	(6,470,486)	446,042
	(153,262)	(1)	-	-	-	(153,263)
	-	721,605	-	-	129,054	850,659
	-	8,022,926	-	(7,391)	(132,450)	7,883,085
	-	28,770,869	-	-	-	28,770,869
	130,436,122	100,231,290	18,698,353	134,635,078	(58,143,182)	325,857,661
<b>Segment assets</b>						
<i>Included in the measure of segment assets are:</i>						
Addition to non-current assets	196,648	1,035,105	13,479,481	911,951	-	15,623,185
Tax recoverable	386,910	-	(6,832)	(263,550)	236,931	353,459
<b>Segment liabilities</b>						
<i>Included in the measure of segment liabilities are:</i>						
Deferred tax liabilities	6,192,845	-	-	-	8,041,574	14,234,419

## NOTES TO THE FINANCIAL STATEMENTS

AT 30 NOVEMBER 2025

### 32. Segment information (continued)

#### (i) Operating segment (continued)

30.06.2024

	Logging RM	Manufacturing RM	Engineering RM	Others RM	Adjustments and eliminations RM	Per consolidated financial statements RM
<b>Segment (loss)/profit</b>	(20,041,231)	(43,503,961)	3,798,019	(10,472,288)	971,441	(69,248,020)
<i>Included in the measure of segment (loss)/profit are:</i>						
Revenue from:						
External customers	5,326,463	62,122,077	21,320,051	519,984	-	89,288,575
Inter-segment	14,587,197	3,396,601	1,978,855	1,647,000	(21,609,653)	-
Total revenue	19,913,660	65,518,678	23,298,906	2,166,984	(21,609,653) (a)	89,288,575
Allowance for slow moving and obsolete inventories	(375,649)	(1,749,298)	-	-	-	(2,124,947)
Depreciation of property, plant and equipment	(2,479,656)	(10,921,631)	(246,551)	(138,341)	(922,823)	(14,709,002)
Fair value loss on biological assets	(19,000,000)	-	-	-	-	(19,000,000)
Gain/(Loss) on disposal of property, plant and equipment	859,633	(24,510)	-	-	(24,999)	810,124
Goodwill written off	-	-	-	-	(389,491)	(389,491)
Impairment loss on property, plant and equipment	-	(978,697)	-	-	(151,860)	(1,130,557)
Interest expenses	(585,523)	(25,244,533)	-	-	-	(25,830,056)
Interest income	31,805	58,792	2,369	2,214	-	95,180

(forward)



## NOTES TO THE FINANCIAL STATEMENTS

AT 30 NOVEMBER 2025

### 32. Segment information (continued)

#### (i) Operating segment (continued)

(a) Inter-segment revenues are eliminated on consolidation.

(b) Additions to non-current assets consist of:

	30.11.2025 RM	30.06.2024 RM
Property, plant and equipment (Note 14)	15,623,185	51,614,616
Timber rights (Note 15)	-	3,300,000
	<u>15,623,185</u>	<u>54,914,616</u>

#### (ii) Geographical information

In presenting information on the basis of geographical segments, segment revenue is based on geographical location of customers, and segment assets are based on geographical location of assets.

	Revenue		Non-current assets	
	1.7.2024 to 30.11.2025 RM	1.1.2023 to 30.06.2024 RM	30.11.2025 RM	30.06.2024 RM
Malaysia	23,817,401	41,292,890	277,734,453	291,324,154
Japan	56,797,862	42,921,930	-	-
Taiwan	158,945	2,045,993	-	-
Singapore	-	-	583	75,843
Korea	-	763,490	-	-
India	2,684,075	2,264,272	-	-
China	116,778	-	-	-
United State of America	984,464	-	-	-
United Kingdom	114,826	-	-	-
Australia	-	-	808,959	941,569
Others	-	-	2,956	10,152
	<u>84,674,351</u>	<u>89,288,575</u>	<u>278,546,951</u>	<u>292,351,718</u>

#### (iii) Major customers

The following are major customers with revenue equal or more than 10% of the Group's total revenue:

Companies	Revenue		Segment
	30.11.2025 RM	30.06.2024 RM	
Company A	29,846,346	27,433,270	Manufacturing
Company B	19,817,373	8,961,183	Manufacturing

## NOTES TO THE FINANCIAL STATEMENTS

AT 30 NOVEMBER 2025

### 33. Capital commitment

	30.11.2025 RM	30.6.2024 RM
Approved and contracted for:		
- Property, plant and equipment	-	120,000

### 34. Material litigation

On 28 April 2020, GSR Pte Ltd ("Claimant 1"), a wholly-owned subsidiary of the Group filed a Notice of Arbitration against Transkripsi Pintar Sdn. Bhd. ("Respondent 1"). Subsequently, on 30 April 2020, Sinora Sdn. Bhd. ("Claimant 2"), another wholly-owned subsidiary of the Group has filed another Notice of Arbitration against Anika Desiran Sdn. Bhd. ("Respondent 2").

The Claimants sought a refund of the RM23,200,000 deposit and other expenses of RM7,754,489 incurred, based on the grounds of frustration of contract and wrongful termination.

The Respondents subsequently filed a Re-Amended Defence and Further Amended Counterclaim of RM64,106,773 which included costs of timber logs, replanting, breach of cutter size limits and breach operational area restrictions.

On 23 January 2024, the Final Award from the Arbitrator ruled that the Claimant's claims based on frustration and unlawful termination were dismissed, and the award was given to the Respondents in the amount of RM20,556,812 covering cost of replanting, interests, arbitrator's fees and representation costs. This amount had been provided for in the financial statements as a provision in the previous financial period ended 30 June 2024, as disclosed in Note 25 to the financial statements.

The Group subsequently appealed the Final Award to the High Court of Kuala Lumpur and the judgment delivered on 14 November 2025 dismissed the Group's appeal. Accordingly, the arbitration award remains enforceable against the Group as at the date of approval of these financial statements.

### 35. Subsequent events

- On 15 January 2026, the Group, through its subsidiary, Maxland Energy Sdn. Bhd., acquired the remaining 40% equity interest in Maxland Auto Sdn. Bhd. from the non-controlling shareholders for a total consideration of RM2. As a result, Maxland Auto Sdn. Bhd. became an indirect wholly-owned subsidiary of the Company.
- On 12 February 2026, the Group announced a proposal to undertake a renounceable rights issue of up to 2,405,444,311 new ordinary shares at an issue price of RM0.02 per Rights Share, on the basis of one (1) Rights Share for every one (1) existing ordinary share held, on an entitlement date to be determined.

On 6 March 2026, the Proposed Rights Issue was submitted to Bursa Malaysia Securities Berhad for approval and is pending approval as at the date of approval of these financial statements.