GAGASAN NADI CERGAS
BERHAD 201701024800(1238966-U)

(Incorporated in Malaysia)

Financial Statements
For The Financial Period Ended
31 March 2026

GAGASAN NADI CERGAS
BERHAD 201701024800(1238966-U)

CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE FIRST (1ST) QUARTER FINANCIAL PERIOD ENDED 31 MARCH 2026([1])

	Note	Quarter Ended		Year-To-Date Ended	
		31.03.2026	31.3.2025	31.03.2026	31.3.2025
		RM'000	RM'000	RM'000	RM'000
Revenue	A9	88,784	94,360	88,784	94,360
Operating expenses		(75,262)	(86,239)	(75,262)	(86,239)
Other operating income		8,863	5,981	8,863	5,981
Finance costs		(5,683)	(2,602)	(5,683)	(2,602)
Profit before taxation	B11	16,702	11,500	16,702	11,500
Income tax expense	B6	(3,570)	(3,729)	(3,570)	(3,729)
Profit after taxation		13,132	7,771	13,132	7,771
Profit after taxation attributable to:-					
Owners of the Company		9,086	5,172	9,086	5,172
Non-controlling interests		4,046	2,599	4,046	2,599
		13,132	7,771	13,132	7,771
Total comprehensive income attributable to:-					
Owners of the Company		9,086	5,172	9,086	5,172
Non-controlling interests		4,046	2,599	4,046	2,599
		13,132	7,771	13,132	7,771
Earnings per share attributable to owners of the Company					
Basic EPS (sen)	B10	1.21	0.69	1.21	0.69
Diluted EPS (sen)	B10	1.21	0.69	1.21	0.69

Notes:

(1) The basis of preparation of the unaudited Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income is disclosed in Note A1 and should be read together with the audited financial statements for the financial year ended 31 December 2025 and the accompanying explanatory notes attached to this interim financial report.

GAGASAN NADI CERGAS
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CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE FIRST (1ST) QUARTER FINANCIAL PERIOD ENDED 31 MARCH 2026 ([1])

	← Distributable →				
	Share Capital RM'000	Retained Profits RM'000	Attributable to Owners of the Company RM'000	Non-Controlling Interests RM'000	Total Equity RM'000
Balance at 1.1.2025	136,444	313,982	450,426	6,622	457,048
Profit for the financial year, representing total comprehensive income for the financial year	-	75,531	75,531	15,948	91,479
Acquisition of shares from non-controlling interests	-	-	-	82,396	82,396
Contributions by and distribution to owners of the Company:					
- Dividends paid by the subsidiary to non-controlling interests	-	-	-	(2,151)	(2,151)
Balance at 31.12.2025 (Audited)	136,444	389,513	525,957	102,815	628,772
Balance at 1.1.2026	136,444	389,513	525,957	102,815	628,772
Profit for the financial period, representing total comprehensive income for the financial period	-	9,086	9,086	4,046	13,132
Balance at 31.03.2026 (Unaudited)	136,444	398,599	535,043	106,861	641,904

Notes:

(1) The basis of preparation of the unaudited Condensed Consolidated Statement of Changes in Equity is disclosed in Note A1 and should be read together with the audited financial statements for the financial year ended 31 December 2025 and the accompanying explanatory notes attached to this interim financial report.

GAGASAN NADI CERGAS
BERHAD 201701024800 (1238966-U)

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 31 MARCH 2026(1)

	Note	Unaudited 31.03.2026 RM'000	Audited 31.03.2025 RM'000
ASSETS			
Non-current assets			
Property, plant and equipment		31,659	31,526
Inventories		97,772	92,110
Right-of use assets		88	90
Trade receivables		694,234	707,289
		823,753	831,015
Current assets			
Inventories		87,842	82,675
Trade receivables		146,635	159,184
Contract assets		63,524	44,720
Other receivables, deposits and prepayments		25,342	22,834
Current tax assets		1,988	3,315
Fixed deposits with licensed banks		8,225	8,197
Cash and bank balances		188,573	237,921
		522,129	558,846
TOTAL ASSETS		1,345,882	1,389,861
EQUITY AND LIABILITIES			
Equity			
Share capital		136,444	136,444
Retained profits		398,599	389,513
Equity attributable to owners of the Company		535,043	525,957
Non-controlling interests		106,861	102,815
Total equity		641,904	628,772
Non-current liabilities			
Borrowings	B7	301,510	313,416
Derivative financial instrument		1,852	-
Deferred tax liabilities		133,368	133,721
		436,730	447,137
Current liabilities			
Trade payables		82,540	98,766
Contract liabilities		45,265	57,280
Other payables and accruals		52,918	65,727
Borrowings	B7	81,056	82,743
Derivative financial instrument		564	-
Current tax liabilities		4,905	9,436
		267,248	313,952
Total liabilities		703,978	761,089
TOTAL EQUITY AND LIABILITIES		1,345,882	1,389,861
Number of issued shares ('000)		753,000	753,000
Net asset per share attributable to Owners of the Company (RM)		0.71	0.70

Note:

(1) The basis of preparation of the unaudited Condensed Consolidated Statement of Financial Position is disclosed in Note A1 and should be read together with the audited financial statements for the financial year ended 31 December 2025 and the accompanying explanatory notes attached to this interim financial report.

GAGASAN NADI CERGAS
BERHAD 201701024800(1238966-U)

CONSOLIDATED STATEMENT OF CASH FLOW FOR THE FIRST (1ST) QUARTER FINANCIAL PERIOD ENDED 31 MARCH 2026([1])

	Unaudited 31.03.2026 RM'000	Audited 31.12.2025 RM'000
Cash flows from operating activities		
Profit before taxation	16,702	108,232
Adjustments for:-		
Accretion of fair value on non-current trade receivables	(8,208)	(20,341)
Depreciation:		
- property, plant and equipment	551	2,116
- right-of-use assets	2	-
Impairment losses:		
- trade receivables	144	613
- other receivables	1	2,039
Finance costs	5,683	11,782
Fair value loss on derivative financial instrument	2,416	-
Gain on disposal of property, plant and equipment	-	(85)
Gain on bargain purchase	-	(54,881)
Reversal of impairment losses:		
- trade receivables	(802)	(1,379)
Finance income	(580)	(1,618)
Operating profit before working capital changes	15,909	46,478
(Increase)/Decrease in inventories	(5,167)	9,162
Decrease/(Increase) in contract assets	(18,805)	14,044
Decrease in trade and other receivables	31,927	58,662
(Decrease)/Increase in trade and other payables	(29,035)	22,877
(Decrease)/Increase in contract liabilities	(12,015)	11,097
Cash from operations	(17,186)	162,320
Income tax paid	(9,804)	(18,409)
Income tax refunded	2,677	3,312
Net cash from operating activities	(24,313)	147,223
Cash flows for investing activities		
Finance income received	580	1,618
Acquisition of Subsidiaries, net of cash and cash equivalents acquired	-	(96,898)
(Placement)/Withdrawal of pledged fixed deposits and with tenure more than 3 months	31	9,339
Proceeds from disposal of property, plant and equipment	-	85
Additions to inventories		
- land held for future development	(5,662)	(19,390)
Purchase of property, plant and equipment	(684)	(1,115)
Net cash for investing activities	(5,735)	(106,361)

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CONSOLIDATED STATEMENT OF CASH FLOW FOR THE FIRST (1ST) QUARTER FINANCIAL PERIOD ENDED 31 MARCH 2026(1) (CONT'D)

	Unaudited 31.03.2026 RM'000	Audited 31.12.2025 RM'000
Cash flows for financing activities		
Dividends paid to non-controlling interests	-	(2,151)
Finance costs paid	(5,326)	(11,782)
Proceeds from drawdown	-	353,448
Repayment of borrowings	(15,903)	(209,331)
Net cash for financing activities	(21,229)	130,184
Net increase/(decrease) in cash and cash equivalents	(51,277)	171,046
Cash and cash equivalents at beginning of financial period/year	240,084	69,038
Cash and cash equivalents at end of financial period/year	188,807	240,084
Cash and cash equivalents comprise the following:-		
Fixed deposits with licensed banks	8,225	8,197
Cash and bank balances	188,573	237,921
Bank overdrafts	(2,275)	(287)
	194,523	245,831
Less: Fixed deposits pledged to licensed banks and fixed deposits with tenure more than 3 months	(5,716)	(5,747)
	188,807	240,084

Notes:

(1) The basis of preparation of the unaudited Condensed Consolidated Statement of Cash Flow is disclosed in Note A1 and should be read together with the audited financial statements for the financial year ended 31 December 2025 and the accompanying explanatory notes attached to this interim financial report.

A. NOTES TO THE INTERIM FINANCIAL REPORT

A1. Basis of preparation

The interim financial report of Gagasan Nadi Cergas Berhad ("Gagasan Nadi" or "the Company") and its subsidiaries (collectively known as "the Group") are unaudited and have been prepared in accordance with the requirements of Malaysian Financial Reporting Standards ("MFRS") No. 134: Interim Financial Reporting and Rule 9.22 of Listing Requirements of Bursa Malaysia Securities Berhad ("Bursa Securities").

This interim financial report should be read together with the audited annual financial statements for the year ended 31 December 2025 and the accompanying explanatory notes attached to this report.

A2. Material accounting policy information

The material accounting policy information and methods of computation adopted by the Group in this interim financial report are consistent with those adopted as disclosed in the audited annual financial statements for the year ended 31 December 2025.

The financial statements of the Group have been prepared in accordance with Malaysia Financial Reporting Standard ("MFRS") and the requirements of the Companies Act 2016.

The following are accounting standards, amendments and interpretations that have been issued by the Malaysian Accounting Standard Board ("MASB") and effective for the financial statements from 1 January 2026 :

Amendments to MFRS 9 and MFRS 7: Amendments to the Classification and Measurement of Financial Instruments

Amendments to MFRS 9 and MFRS 7: Contracts Referencing Nature-dependent Electricity

Annual Improvements to MFRS Accounting Standards – Volume 11

<u>Standards issued but not yet effective</u>

The Group has not adopted the following new standards and amendments to standards that have been issued by the Malaysian Accounting Standards Board which are not yet effective for the Group. The Group intends to adopt the below mentioned new standards and amendments to standards when they become effective.

MFRS 18 Presentation and Disclosure in Financial Statements	1 January 2027
MFRS 19 and Amendments to MFRS 19 Subsidiaries without Public Accountability: Disclosures	1 January 2027
Amendment to MFRS 121 Translation to Hyperinflationary Presentation Currency	1 January 2027
Amendments to MFRS 10 and MFRS 128: Sale or Contribution of Assets between an Investor and its Associate or Joint Venture	Deferred

The above pronouncements are either not relevant or do not have any material impact to the Group's financial statements.

A. NOTES TO THE INTERIM FINANCIAL REPORT (CONT'D)

A3. Auditors' report on preceding annual financial statements

There was no qualification on the audited financial statements of the Group for the financial year ended 31 December 2025.

A4. Seasonal or cyclical factors

The Group's performance has not been materially affected by any seasonal or cyclical factors during the current quarter and year-to-date.

A5. Unusual items affecting assets, liabilities, equity, net income or cash flows

There were no unusual items affecting the assets, liabilities, equity, net income and cash flows during the current quarter and year-to-date.

A6. Changes in estimates

There were no material changes in estimates for the current quarter and year-to-date.

A7. Debt and equity securities

There were no issuances, repurchases and repayments of debt and equity securities during the current quarter and year-to-date.

A8. Dividends paid

A single-tier interim dividend of 2.0 sen per ordinary share in respect of financial year ended 31 December 2025 was paid on 15 May 2026.

GAGASAN NADI CERGAS
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A. NOTES TO THE INTERIM FINANCIAL REPORT (CONT'D)

A9. Segmental information

31.03.2026	Construction Segment RM'000	Concession and Facility Management Segment RM'000	Utility Segment RM'000	Property Development Segment RM'000	Others Segments RM'000	Consolidation Adjustments RM'000	The Group RM'000
Revenue							
External revenue	7,283	7,326	2,346	71,829	-	-	88,784
Inter-segment revenue	61,429	2,470	217		2,130	(66,246)	-
	68,712	9,796	2,563	71,829	2,130	(66,246)	88,784
Results							
Segment profit	5,885	3,984	568	9,395	(730)	(3,193)	15,909
Accretion of fair value on non-current trade receivables	-	8,986	-	-	-	(778)	8,208
Impairment losses on financial assets							
- trade receivables	(118)	-	-	(26)	-	-	(144)
- other receivables	-	-	-	(1)	-	-	(1)
Depreciation of property, plant and equipment	(305)	(5)	(127)	(55)	-	(59)	(551)
- right-of-use assets	(139)	(2)	-	-	-	139	(2)
Finance income	484	147	36	104	5,001	(5,192)	580
Fair value loss on derivative financial instrument	-	-	-	-	(2,416)	-	(2,416)
Finance costs	(151)	(4,838)	-	(1,727)	(4,159)	5,192	(5,683)
Reversal of impairment losses on financial assets	-	699	103	-	-	-	802
Profit before taxation	5,656	8,971	580	7,690	(2,304)	(3,891)	16,702
Income tax expense	-	(2,214)	(46)	(1,129)	(181)	-	(3,570)
Profit after taxation	5,656	6,757	534	6,561	(2,485)	(3,891)	13,132
Assets							
Segment assets	74,353	793,883	15,249	359,023	103,974	(2,585)	1,343,897
Unallocated asset: Current tax assets							1,985
Consolidated total assets							1,345,882
Additions to non-current assets other than financial instruments:							
- property, plant and equipment	39	-	-	19	626	-	684
- inventories - land held for future property development	-	-	-	(5,662)	-	-	(5,662)
Liabilities							
Segment liabilities	120,598	84,203	3,116	80,007	277,331	450	565,705
Unallocated liabilities:							
- Deferred tax liabilities							133,368
- Current tax liabilities							4,905
Consolidated total liabilities							703,978

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A. NOTES TO THE INTERIM FINANCIAL REPORT (CONT'D)

A9. Segmental information

31.3.2025	Construction Segment RM'000	Concession and Facility Management Segment RM'000	Utility Segment RM'000	Property Development Segment RM'000	Others Segments RM'000	Consolidation Adjustments RM'000	The Group RM'000
Revenue							
External revenue	24,138	3,926	2,536	63,759	-	-	94,359
Inter-segment revenue	39,879	967	367		2,130	(43,343)	-
	64,017	4,893	2,903	63,759	2,130	(43,343)	94,359
Results							
Segment profit/(loss)	(751)	1,121	539	8,673	(457)	215	9,340
Accretion of fair value on non-current trade receivables	-	5,254	-	-	-	-	5,254
Impairment losses on financial assets							
- trade receivables	(400)	(172)	-	-	-	-	(572)
- other receivables	(500)	-	-	-	-	-	(500)
Depreciation of property, plant and equipment	(260)	(13.00)	(127)	(48)	-	(58)	(506)
- right-of-use assets	(139)	-	-	-	-	139	-
Finance income	421	169	30	70	1,018	(1,403)	305
Finance costs	(111)	(1,892)	(11)	(1,998)	-	1,410	(2,602)
Gain on disposal of property, plant and equipment	85						85
Reversal of impairment losses	344	-	352	-	-	-	696
(Loss)/Profit before taxation	(1,311)	4,467	783	6,697	561	303	11,500
Income tax expense	-	(1,328)	(14)	(2,150)	(237)	-	(3,729)
(Loss)/Profit after taxation	(1,311)	3,139	769	4,547	324	303	7,771
Assets							
Segment assets	96,193	470,590	17,190	293,821	16,218	(10,527)	883,485
Unallocated asset: Current tax assets							4,970
Consolidated total assets							888,455
Additions to non-current assets other than financial instruments:							
- property, plant and equipment	493	-	-	4	-	-	497
- inventories - land held for future property development	-	-	-	3,665	-	-	3,665
Liabilities							
Segment liabilities	125,352	133,779	3,353	85,117	986	(737)	347,850
Unallocated liabilities:							
- Deferred tax liabilities							69,782
- Current tax liabilities							6,004
Consolidated total liabilities							423,636

A. NOTES TO THE INTERIM FINANCIAL REPORT (CONT'D)

A10. Valuation of property, plant and equipment

There was no valuation of the property, plant and equipment during the current quarter and year-to-date.

A11. Significant Events Subsequent to the End of the Interim Financial Period

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

A12. Changes in the composition of the Group

There were no material changes in the composition of the Group for the period ended 31 March 2026.

A13. Contingent assets and contingent liabilities

Save as disclosed below, there were no other contingent assets and contingent liabilities as at the date of this interim report.

	Unaudited As at 31.03.2026 RM'000
Financial guarantee contract in relation to corporate guarantee given to third parties in the ordinary course of business.	58,869

A14. Capital commitments

There were no capital commitments as at the end of the current period and previous corresponding financial year.

B. EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

B1. Review of Group Performance

Results for current quarter

The Group recorded revenue of RM88.8 million in the current quarter, representing a slight decrease of approximately 5.9% as compared to RM94.4 million in the corresponding quarter of the preceding year. The decrease in revenue was mainly attributable to significant reduction in revenue from external construction project.

The Group registered a profit before tax of RM16.7 million for the current quarter, as compared with RM11.5 million in the corresponding quarter of the preceding year. The higher profit before tax for the current quarter was attributable to the construction segment recording profit for the current quarter as compared with losses recorded in the corresponding quarter of the preceding year as well as the profit from the newly acquired seven polytechnic concession companies in December 2025.

B2. Comparison with immediate preceding quarter's results

The Group recorded revenue of RM88.8 million for the current quarter, representing a decrease of RM12.4 million from RM95.6 million in the immediate preceding quarter. The decrease in revenue was primarily attributable to lower revenue recognised from property Development segmet.

The Group recorded a profit before tax of RM17.7 million in the current quarter as compared to a profit before tax of RM61.5 million in the preceding quarter. The significant decrease was mainly attributable to the absence of a one-off gain on bargain purchase arising from the completion of the acquisition of 100% equity interest in Serata Ehsan and 45% equity interest in Seri Delima Anggun Sdn. Bhd.

B3. Commentary on prospects

The property and construction sectors continue to confront near-term headwinds, including elevated construction and material costs alongside persistent geopolitical uncertainties. Despite these prevailing challenges, the Group remains firmly commited to prudent financial and operational discipline, underpinned by strong fundamentals.

For the financial year 2026, the property development segment is expected to make significant contribution, supported by the progress of several key Rumah Idaman affordable housing projects. These include the Idaman Kwasa Damansara project with a total GDV of around RM1.3 billion, and the Idaman affordable homes projects in the City of Elmina with a GDV of approximately RM420 million. The segment currently holds total unbilled sales of RM228 million, which are expected to be recognised as revenue over the next three years.

In its construction segment, the Group is well-positioned to deliver a positive contribution, supported by an external order book of approximately RM220.8 million and substantial internally generated construction works from the Group's own property development activities. Leveraging its core competencies, this segment remains integral to the Group's overall performance.

Meanwhile, the Group's concession and facility management is expected to be strengthened by enhanced recurring income following the acquisition of seven polytechnic concession companies in December 2025.

The Board of Directors remains confident in the Group's ability to deliver a satisfactory performance for the financial year 2026.

B. EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (CONT'D)

B4. Profit Forecast or Profit Guarantee

The Group did not issue any profit forecast or profit guarantee during the quarter under review.

B5. Status of corporate proposals

The proposed bonus issue of warrants on the basis of one (1) free warrant for every two (2) existing shares held announced on 26 February 2026 has been approved by Bursa Malaysia Securities Berhad with the circular to shareholders issued on 29 April 2026 and is now pending shareholders' approval in the Extraordinary General Meeting ("EGM") to be held on 9 June 2026.

B6. Income tax expenses

	Current Quarter 31.03.2026 RM'000	Year-To-Date 31.03.2026 RM'000
Malaysian income tax		
- current period	3,923	3,923
Deferred tax	(353)	(353)
	3,570	3,570
Effective tax rates (1)		21.37%

Note:

(1) The Group's effective tax rate for the financial year-to-date is lower than the statutory tax rate mainly due to claim of certain allowance development costs from property developement companies and utilization of brought forward tax losses by certain subsidiairies which was not recognsied as deferred tax assets.

B. EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (CONT'D)

B7. Bank borrowings

The Group's bank borrowings as at 31 March 2026 are as follows:

	Unaudited As at 31.03.2026 RM'000
Current:	
Hire purchase liabilities	1,701
Islamic financing	39,822
Sukuk	37,257
Bank overdraft	2,275
	81,055
Non-current:	
Hire purchase liabilities	2,506
Islamic financing	63,267
Sukuk	235,737
	301,510
Total	382,565

All the borrowings are secured and denominated in Ringgit Malaysia.

B. EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (CONT'D)

B8. Material litigation

There were no material litigation involving the Group as at the date of this report.

B9. Dividend

The Board of Directors has on 26 February 2026 declared a single-tier interim dividend of 2.0 sen per ordinary shares in respect of financial year ended 31 December 2025. The Single Tier interim dividend was paid on 15 May 2026.

The Board of Directors did not recommend any dividend for the current quarter under review.

B10. Earnings per share

The basic and diluted earnings per share ("EPS") calculated by dividing the profit for the period attributable to owners of the Company by weighted average number of ordinary shares of the Company during the financial period ended are as follows:

	Quarter Ended		Year-To-Date	
	31.03.2026	31.3.2025	31.03.2026	31.3.2025
Profit attributable to owners of the Company (RM'000)	9,086	5,172	9,086	5,172
Weighted average number of ordinary shares in issue ('000)	753,000	753,000	753,000	753,000
Basic EPS (sen) (1)	1.21	0.69	1.21	0.69
Diluted EPS (sen)(1) & (2)	1.21	0.69	1.21	0.69

Notes:

(1) The basic earnings per share is computed based profit after tax attributable to the owners of the Company and divided by the weighted average number of ordinary shares in issue as at 31 March 2025.

(2) Diluted earnings per share is equivalent to the basic earnings per share of the Company for the individual quarter ended 31 March 2026 as the Company does not have any convertible options as at the end of the reporting period.

B. EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (CONT'D)

B11. Disclosure on selected expense/income items as required by the Listing Requirements

	Current Quarter 31.03.2026 RM'000	Year-To-Date 31.03.2026 RM'000
Profit before taxation is arrived at after charging/(crediting):-		
Depreciation of Property, plant and equipment	551	551
Accretion of fair value on non-current trade receivables	(8,208)	(20,341)
Finance income	(580)	(580)
Finance costs	5,683	5,683
Fair value loss on derivative financial instrument	2,416	2,416
Impairment losses on financial assets:		
- trade receivables	143	143
- other receivables	1	1
Reversal of impairment losses on financial assets		
- trade receivables	(802)	(802)

Other disclosure items pursuant to Appendix 9B, Note 16 of the Listing Requirements of Bursa Securities are not applicable.

B12. Derivative

	As at 31.03.2026	
	Nominal Value RM'000	Fair Value Amount RM'000
Islamic Profit Rate Swap Contract	277,000	61,521

Islamic Profit Rate Swap Contract entered by subsidiary are to effectively fix the profit rate payable on the Sukuk.