

**TRC SYNERGY BERHAD**
**Condensed Consolidated Statement of Comprehensive Income for the quarter ended 31 March 2026**

	Current quarter ended 31/3/26 RM	Comparative quarter ended 31/3/25 RM	3 months cumulative to 31/3/26 RM	3 months cumulative to 31/3/25 RM
Revenue	73,217,360	129,347,896	73,217,360	129,347,896
Cost of sales	(64,669,432)	(118,565,194)	(64,669,432)	(118,565,194)
<b>Gross Profit</b>	<b>8,547,928</b>	<b>10,782,702</b>	<b>8,547,928</b>	<b>10,782,702</b>
Other income	316,580	552,938	316,580	552,938
Realised foreign exchange gains/(losses)	920	(715)	920	(715)
Unrealised foreign exchange (losses)/gains	(293,195)	189,593	(293,195)	189,593
Administrative expenses	(7,327,565)	(7,879,172)	(7,327,565)	(7,879,172)
Allowance for expected credit loss on trade and other receivables	-	(367,167)	-	(367,167)
<b>Operating profit</b>	<b>1,244,668</b>	<b>3,278,179</b>	<b>1,244,668</b>	<b>3,278,179</b>
Finance income	1,748,521	2,463,098	1,748,521	2,463,098
Finance costs	(1,078,340)	(1,242,713)	(1,078,340)	(1,242,713)
Share of profit of associate	441,213	545,270	441,213	545,270
Share of (loss)/profit of joint venture	(113,339)	1,717,029	(113,339)	1,717,029
<b>Profit before tax</b>	<b>2,242,723</b>	<b>6,760,863</b>	<b>2,242,723</b>	<b>6,760,863</b>
Tax expense	(551,733)	(1,395,526)	(551,733)	(1,395,526)
<b>Profit for the financial period</b>	<b>1,690,990</b>	<b>5,365,337</b>	<b>1,690,990</b>	<b>5,365,337</b>
<b>Other comprehensive profit net of tax</b>				
Foreign currency translation differences for foreign operations	2,692,218	601,745	2,692,218	601,745
<b>Other comprehensive profit for the financial period net of tax</b>	<b>2,692,218</b>	<b>601,745</b>	<b>2,692,218</b>	<b>601,745</b>
<b>Total comprehensive profit for the financial period</b>	<b>4,383,208</b>	<b>5,967,082</b>	<b>4,383,208</b>	<b>5,967,082</b>
<b>Profit for the financial period attributable to:</b>				
Owners of the Company	1,688,211	5,333,370	1,688,211	5,333,370
Non-controlling interests	2,779	31,967	2,779	31,967
<b>Profit for the financial period</b>	<b>1,690,990</b>	<b>5,365,337</b>	<b>1,690,990</b>	<b>5,365,337</b>
<b>Total comprehensive income attributable to:</b>				
Owners of the Company	4,380,429	5,925,160	4,380,429	5,925,160
Non-controlling interests	2,779	41,922	2,779	41,922
<b>Total comprehensive income for the financial period</b>	<b>4,383,208</b>	<b>5,967,082</b>	<b>4,383,208</b>	<b>5,967,082</b>
<b>EPS attributable to Owners of the Company:</b>				
<b>Basic (sen)</b>	0.36	1.13	0.36	1.13
<b>Diluted (sen)</b>	0.36	1.13	0.36	1.13

(The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Audited Financial Statements for the year ended 31st December 2025)

**TRC SYNERGY BERHAD**  
**Condensed Consolidated Statement of Financial Position as at 31 March 2026**

	As at 31/3/2026 RM	As at 31/12/2025 RM
<b>ASSETS</b>		
<b>NON-CURRENT ASSETS</b>		
Investment properties	11,957,516	11,957,516
Property, plant & equipment	187,618,199	183,276,188
Inventories	23,850,406	23,751,102
Investment in associates	8,002,121	7,560,907
Investment in joint venture	27,610,658	27,768,152
Other investment	66,000	66,000
Deferred tax assets	2,365,557	2,247,802
Right-of-use assets	10,358,771	10,854,507
	<u>271,829,228</u>	<u>267,482,174</u>
<b>CURRENT ASSETS</b>		
Inventories	72,628,578	63,125,699
Contract cost assets	190,007	77,569
Trade & other receivables	135,301,740	146,267,648
Contract assets	29,473,274	32,448,921
Deposits, cash & bank balances	322,015,250	363,452,723
Current tax asset	323,479	291,962
	<u>559,932,328</u>	<u>605,664,522</u>
<b>TOTAL ASSETS</b>	<b><u>831,761,556</u></b>	<b><u>873,146,696</u></b>
<b>EQUITY AND LIABILITIES</b>		
<b>EQUITY</b>		
Share capital	240,456,670	240,456,670
Treasury shares	(2,459,625)	(2,459,625)
Reserves	24,002,000	21,309,782
Retained earnings	290,826,827	289,138,616
<b>Equity attributable to Owners of the Company</b>	<u>552,825,872</u>	<u>548,445,443</u>
Non-controlling Interests	7,327,007	7,324,228
<b>Total Equity</b>	<u>560,152,879</u>	<u>555,769,671</u>
<b>NON-CURRENT LIABILITIES</b>		
Borrowings	76,272,008	74,878,302
Deferred tax liabilities	933,056	1,355,563
	<u>77,205,064</u>	<u>76,233,865</u>
<b>CURRENT LIABILITIES</b>		
Provision	690,512	774,592
Borrowings	1,972,437	2,030,256
Trade & other payables	90,508,037	114,544,822
Deferred income	50,000	251,073
Contract liabilities	97,199,123	118,053,302
Current tax liabilities	3,983,504	5,489,115
	<u>194,403,613</u>	<u>241,143,160</u>
<b>Total Liabilities</b>	<u>271,608,677</u>	<u>317,377,025</u>
	<b><u>831,761,556</u></b>	<b><u>873,146,696</u></b>
<b>Net assets per share attributable to the Owners of the Company (RM)</b>	1.17	1.16

(The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the year ended 31st December 2025)

TRC SYNERGY BERHAD  
Condensed Consolidated Statement of Changes in Equity for the period ended 31 March 2026

	Attributable to Owners of the Company				Sub-Total	Non-controlling Interests	Total Equity
	Share Capital	Treasury Shares	Asset Revaluation Reserve	Foreign Currency Translation Reserve			
	RM	RM	RM	RM	RM	RM	RM
<b>At 1 January 2026</b>	240,456,670	(2,459,625)	39,297,862	(17,988,080)	289,138,616	548,445,443	555,769,671
<i>Foreign currency translation difference for foreign operations</i>	-	-	-	2,692,218	-	2,692,218	2,692,218
<b>Other comprehensive income for the financial period</b>	-	-	-	2,692,218	-	2,692,218	2,692,218
<i>Profit for the financial period</i>	-	-	-	-	1,688,211	1,688,211	1,680,990
<b>Total comprehensive income for the financial period</b>	-	-	-	2,692,218	1,688,211	4,380,429	4,383,208
<b>At 31 March 2026</b>	<b>240,456,670</b>	<b>(2,459,625)</b>	<b>39,297,862</b>	<b>(15,295,862)</b>	<b>290,826,827</b>	<b>552,825,872</b>	<b>560,152,879</b>
<b>At 1 January 2025</b>	240,456,670	(2,459,625)	39,297,862	(17,009,895)	275,737,611	536,022,623	544,872,342
<i>Foreign currency translation difference for foreign operations</i>	-	-	-	591,790	-	591,790	601,745
<b>Other comprehensive income for the financial period</b>	-	-	-	591,790	-	591,790	601,745
<i>Profit for the financial period</i>	-	-	-	-	5,333,370	5,333,370	5,365,337
<b>Total comprehensive income for the financial period</b>	-	-	-	591,790	5,333,370	5,925,160	5,967,082
<b>At 31 March 2025</b>	<b>240,456,670</b>	<b>(2,459,625)</b>	<b>39,297,862</b>	<b>(16,418,105)</b>	<b>281,070,981</b>	<b>541,947,783</b>	<b>550,839,424</b>

The Foreign Currency Translation Reserve represents currency translation differences on foreign currency net investments.

(The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Audited Financial Statements for the year ended 31st December 2025)

**TRC SYNERGY BERHAD**
**Condensed Consolidated Statement of Cash Flows for the quarter ended 31 March 2026**

	3 months ended 31/3/2026 RM	3 months ended 31/3/2025 RM
<b>Cash flows from operating activities</b>		
Profit before tax	2,242,723	6,760,863
Adjustments for :		
Allowance for expected credit loss on trade and other receivables	-	367,167
Amortisation of investment in joint venture	55,264	322,585
Amortisation of right-of-use asset	368,533	557,700
Depreciation of property, plant & equipment	1,706,775	1,695,364
Interest expense	1,672,462	1,390,189
Interest income	(931,513)	(1,711,292)
Fair value gain on money market funds	(549,771)	(434,288)
Dividend income from money market funds	(267,236)	(317,517)
Share of profit of associate	(441,213)	(545,270)
Share of loss/(profit) of joint venture	113,339	(1,717,029)
Gain on disposal of property, plant & equipment	(48,916)	(302,829)
Unrealised foreign exchange losses/(gains)	293,195	(189,593)
Property, plant & equipment written off	242	1
<b>Operating profit before working capital changes</b>	<u>4,213,884</u>	<u>5,876,051</u>
<b>Working capital changes :-</b>		
Changes in inventories	(9,602,182)	(4,472,412)
Changes in contract assets/liabilities	(17,878,532)	(3,120,013)
Changes in contract cost assets	(112,438)	(1,394,124)
Changes in receivables	10,242,681	94,425,730
Changes in payables	(29,704,646)	(39,673,711)
<b>Cash (used in)/generated from operating activities</b>	<u>(42,841,233)</u>	<u>51,641,521</u>
Tax paid	(2,639,066)	(1,625,550)
Tax refund	-	791,758
Interest paid	(26,741)	(12,617)
Interest received	931,513	1,711,292
<b>Net cash (used in)/generated from operating activities</b>	<u>(44,575,527)</u>	<u>52,506,404</u>
<b>Cash flows from investing activities</b>		
Purchase of property, plant & equipment	(1,815,049)	(209,899)
Purchase of right-of-use asset	(167,973)	(273,454)
Proceeds from disposal of property, plant & equipment	48,922	302,850
Distribution of profit from joint venture	693,765	1,663,207
<b>Net cash (used in)/generated from investing activities</b>	<u>(1,240,335)</u>	<u>1,482,704</u>
<b>Cash flows from financing activities</b>		
(Withdrawal)/Placement of pledged deposits	(2,223,015)	688,295
Net proceeds from short term borrowings	5,539,605	7,200,201
Interest paid	(1,645,720)	(1,377,572)
<b>Net cash generated from financing activities</b>	<u>1,670,870</u>	<u>6,510,924</u>
<b>Net (decrease)/increase in cash and cash equivalents</b>	(44,144,992)	60,500,032
<b>Effects of foreign exchange rate changes</b>	(327,801)	402,520
<b>Effects of changes in fair value of money market funds</b>	817,008	751,805
<b>Cash and cash equivalents at beginning of the financial period</b>	245,622,768	200,500,324
<b>Cash and cash equivalents at end of the financial period</b>	<u>201,966,983</u>	<u>262,154,681</u>
<b>Cash and cash equivalents at end of the financial period comprise :</b>		
Cash and bank balances	97,667,162	142,715,030
Short-term deposits with licensed banks	-	8,000,000
Fixed deposits with licensed banks	14,620,144	14,757,551
Money market funds placed with fund managers	89,698,304	96,732,649
Bank overdrafts	(18,627)	(50,549)
	<u>201,966,983</u>	<u>262,154,681</u>

(The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Audited Financial Statements for the year ended 31st December 2025)

# TRC SYNERGY BERHAD

Company No. 199601040839 (413192-D)  
(Incorporated in Malaysia)

## QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FIRST QUARTER ENDED 31<sup>ST</sup> MARCH 2026 (The figures have not been audited)

### Explanatory Notes

#### 1. *Accounting policies*

The Group has prepared the unaudited interim financial statements in accordance with the requirements of Malaysian Financial Reporting Standards ('MFRS') 134: "Interim Financial Reporting" issued by Malaysian Accounting Standard Board ('MASB') and paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad ('Bursa Malaysia').

The unaudited interim financial statements should be read in conjunction with audited financial statements of the Group for the financial year ended 31 December 2025. These explanatory notes attached to the interim financial statements provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group since the year ended 31 December 2025.

The accounting policies adopted by the Group in this interim financial report are consistent with those adopted in the audited annual financial statements for the financial year ended 31 December 2025, except for the adoption of the following MFRSs and Amendments to MFRSs:

<u>Description</u>	Effective for annual periods beginning on or after
Amendments to MFRS 9 Financial Instruments and MFRS 7 Financial Instruments: Disclosures – <i>Amendments to the Classification and Measurement of Financial Instruments</i>	1 January 2026
Amendments to MFRS 9 Financial Instruments and MFRS 7 Financial Instruments: Disclosures – <i>Contracts Referencing Nature-dependent Electricity</i>	1 January 2026
Annual Improvement to MFRS Accounting Standards <i>Volume 11</i>	1 January 2026
MFRS 18 Presentation and Disclosure in Financial Statements	1 January 2027

MFRS 19 Subsidiaries without Public Accountability: Disclosures	1 January 2027
Amendments to MFRS 121 The Effects of Changes in Foreign Exchange Rates – <i>Translation to a Hyperinflationary Presentation Currency</i>	1 January 2027
Amendments to MFRS 19 Subsidiaries without Public Accountability – Disclosures	1 January 2027
Amendments to MFRS 10 Consolidated Financial Statements and MFRS 128 Investment in Associate and Joint Ventures – <i>Sale or Contribution of Assets between an Investor and its Associate or Joint Venture</i>	<i>Deferred</i>

The adoption of the above MFRSs and Amendments to MFRSs does not have significant financial impact to the Group and the Company.

**2. *Status of Financial Statements Qualification***

The auditors' report on the financial statements for the year ended 31 December 2025 was not subject to any qualification.

**3. *Seasonal or Cyclical Factors***

The Group's operations were not significantly affected by seasonal and cyclical factors for the financial period under review.

**4. *Items affecting assets, liabilities, equity, net income or cash flows that are unusual to the nature, size or incidence***

There were no unusual items affecting the assets, liabilities, equity, net income or cash flows for the current quarter and financial period to date.

**5. *Changes in Estimates***

There were no changes in estimates that have a material effect in the current quarter.

**6. *Changes in Share Capital and Loan Stocks***

There were no changes in share capital and loan stocks for the quarter ended 31 March 2026.

7. *Dividend paid*

No dividend was paid in the current quarter.

8. *Segment Reporting*

Operating segment information for the current quarter is as follows:

	Construction activities RM'000	Property development RM'000	Hotel operations RM'000	Others RM'000	Elimination RM'000	Total RM'000
<b>REVENUE</b>						
External revenue	64,733	1,440	7,044	-	-	<b>73,217</b>
Inter-segment revenue	5,972	-	-	-	(5,972)	-
	<b>70,705</b>	<b>1,440</b>	<b>7,044</b>	<b>-</b>	<b>(5,972)</b>	<b>73,217</b>
<b>RESULTS</b>						
Segment operating profits	3,056	(456)	538	(733)	(1,160)	<b>1,245</b>
Share of profit of associate						<b>441</b>
Share of loss of joint venture						<b>(113)</b>
Finance income						<b>1,748</b>
Finance costs						<b>(1,078)</b>
<b>Profit before tax</b>						<b>2,243</b>
Taxation						<b>(552)</b>
<b>Profit for the financial period</b>						<b>1,691</b>

9. *Valuation of property, plant & equipment*

The valuations of land and buildings have been brought forward without amendment as there was no revaluation been carried out in this quarter.

**10. *Subsequent Events***

There were no material events subsequent to the end of the current quarter.

**11. *Changes in the composition of the Group***

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

**12. *Contingent Liabilities and Assets***

There were no material changes in contingent liabilities and assets for the Group as at the date of this announcement.

**13. *Capital Commitment***

There was no capital commitment for the purchase of property, plant and equipment and right-of-use asset for the quarter ended 31 March 2026.

**14. *Related Party Transactions***

There was no material related party transaction during the quarter ended 31 March 2026.

**15. *Review of performance of the Company and its Principal Subsidiaries***

The Group recorded a profit before tax of RM2,242,723 in the current quarter, compared to a profit before tax of RM6,760,863 in the corresponding quarter.

The lower profit was mainly attributable to reduced contribution from the construction segment following the completion of several projects in the previous financial year. Minimal contribution from the newly secured construction projects awarded towards end of last year and early this year as these projects are still at the initial stages of construction.

The weaker performance from the construction segment was partially mitigated by higher sales of completed development units during the quarter.

In addition to the lower revenue recorded during the quarter, reduced other income and unrealized foreign exchange losses also contributed to the decline in operating profit.

The Group's overall financial performance was further affected by lower finance income and negative contribution from joint venture during the quarter.

**16. *Material changes in the Profit before tax for the Current Quarter as compared with the Immediate Preceding Quarter***

The Group recorded a profit before tax of RM2,242,723 for the current quarter, compared to a loss before tax of RM624,382 in the immediate preceding quarter.

The weaker performance in the immediate preceding quarter was mainly attributable to lower revenue and gross profit, coupled with a significantly higher unrealised foreign exchange losses and allowance for expected credit loss on trade and other receivables.

Nevertheless, substantial contributions from associate and positive share of results from joint venture helped mitigate the operating loss, resulting in a lower loss before tax for that quarter.

**17. *Prospects***

Malaysia's economy remained resilient despite ongoing geopolitical tensions in the Middle East, with GDP growth projected at 4%-5% in 2026 (BNM Quarterly Bulletin 2026). This growth is supported by sustained domestic demand, strong export performance, and continued investment.

The construction sector is expected to benefit from government-led infrastructure initiatives in 2026, including data center and logistics hub developments, as well as ongoing projects under the 13th Malaysia Plan. Major initiatives scheduled for implementation under the national development plan include Penang Light Rail Transit (LRT) Mutiara Line, Sungai Klang Link, Trans-Borneo Highway, Johor Bahru Elevated Autonomous Rapid Transit, and water infrastructure projects in Perak, Penang, and Kedah.

Leveraging on positive industry developments, the Group's Construction Division has actively participated in tenders totaling RM3.4 billion over the past twelve months. From this tender pipeline, the Division secured the New Complex Building for Warehouse and Office Blocks at Lot 45, Precinct 5, Putrajaya, valued at RM249 million in January 2026. Following this achievement, the Group's order book strengthened to RM1.27 billion in Q1 2026.

Within the property segment, demand for affordable housing remains encouraging. To capitalize on this market demand, the Group has begun construction of Ara Sentral Phases 2 and 3. Progress is on track, with the launch targeted at the end of Q4 2026. The project is expected to provide steady earnings contributions over the next five years, further strengthening the Group's recurring income base.

Supported by a strong order book, a steady flow of tenders, and positive industry fundamentals, the Group stays cautiously confident in its ability to achieve sustainable financial results for the year.

**18. Variance of Actual Profit against Estimated Profit**

The disclosure requirement for this section is not applicable to the Group.

**19. Income tax**

The tax expenses comprise the following:

	<u>Individual Quarter</u>		<u>Cumulative Quarter</u>	
	Current Year Quarter 31.3.2026 RM'000	Preceding Year Corresponding Quarter 31.3.2025 RM'000	Current Year To Date 31.3.2026 RM'000	Preceding Year Corresponding Period 31.3.2025 RM'000
<b>Current tax</b>				
Current year	1,105	1,800	1,105	1,800
<b>Deferred tax</b>				
Current year	( 592)	( 385)	( 592)	( 385)
Prior year	39	( 19)	39	( 19)
	<u>552</u>	<u>1,396</u>	<u>552</u>	<u>1,396</u>

The effective tax rate for the current financial period approximated the statutory tax rate.

**20. Profit on sale of investments and properties**

There were no sales of unquoted investments or properties by the Group in the current quarter.

**21. Quoted Securities**

The Company did not hold any quoted securities for the quarter ended 31 March 2026.

**22. Status of Corporate Proposal**

There was no outstanding corporate proposal.

**23. Group Borrowings and Debt Securities**

Total borrowings of the Group as at 31 March 2026 are as follows:-

<b>Security</b>	<b>Type</b>	<b>Amount (RM'000)</b>
Secured	Short Term	1,972
Secured	Long Term	76,272
Unsecured	Long Term	-

Currency exposure profile of borrowings is as follows:-

<b>Currency</b>	<b>Secured Short Term RM'000</b>	<b>Secured Long Term RM'000</b>
Malaysian Ringgit	1,972	652
Australian Dollar	-	75,620

**24. Off Statement of Financial Position Financial Instruments**

There was no off statement of financial position financial instruments as at the date of this announcement.

**25. Material Litigation**

There was no material litigation pending as at 31 March 2026.

**26. Dividends**

The directors have not recommended the payment of any dividend for the quarter ended 31 March 2026.

**27. Earnings/(Loss) per share**

The basic earnings per share was calculated based on the profit for the financial period attributable to Owners of the Company of RM1,688,211 (2025: RM5,333,370) and on the weighted average number of ordinary shares in issue of 471,288,703 (2025: 471,288,703) shares.

The fully diluted earnings per share for the period have been computed using a weighted average number of shares of 471,288,703 (2025: 471,288,703).

28. *Notes to Statement of Comprehensive Income*

	First quarter		Cumulative 3 months	
	31/3/2026	31/3/2025	31/3/2026	31/3/2025
	RM'000	RM'000	RM'000	RM'000
Depreciation of property, plant and equipment	1,707	1,695	1,707	1,695
Amortisation of right-of-use asset	369	558	369	558
Amortisation of investment in joint venture	55	323	55	323
Loss on disposal of investment property	-	-	-	-
Property, plant & equipment written off	-	-	-	-
Gain on disposal of property, plant & equipment	( 49)	( 303)	( 49)	( 303)
Gain on disposal of right-of-use asset	-	-	-	-
Fair value (gain)/loss on investment properties	-	-	-	-