**TRC SYNERGY BERHAD**
**Condensed Consolidated Statement of Comprehensive Income for the quarter ended 30 June 2026**

| | Current quarter ended 30/6/26 RM | Comparative quarter ended 30/6/25 RM | 6 months cumulative to 30/6/26 RM | 6 months cumulative to 30/6/25 RM |
|---|---|---|---|---|
| Revenue | 70,221,459 | 126,844,289 | 143,438,819 | 256,192,184 |
| Cost of sales | (63,441,464) | (109,766,889) | (128,110,896) | (228,332,082) |
| Gross Profit | 6,779,995 | 17,077,400 | 15,327,923 | 27,860,102 |
| Other income | 505,084 | 275,127 | 821,664 | 828,065 |
| Realised foreign exchange (loss)/gain | (5,046) | 16,970 | (4,126) | 16,255 |
| Unrealised foreign exchange gain/(loss) | 630,354 | (1,240,883) | 337,159 | (1,051,291) |
| Administrative expenses | (7,937,208) | (7,189,321) | (15,264,772) | (15,068,493) |
| Allowance for expected credit loss on trade and other receivables | - | (349,476) | - | (716,643) |
| Operating (loss)/profit | (26,821) | 8,589,817 | 1,217,848 | 11,867,995 |
| Finance income | 1,594,065 | 2,390,432 | 3,342,586 | 4,853,530 |
| Finance costs | (1,131,388) | (1,162,649) | (2,209,728) | (2,405,362) |
| Share of profit of associate | 553,835 | 880,621 | 995,048 | 1,425,891 |
| Share of profit/(loss) of joint venture | 519,144 | (68,943) | 405,805 | 1,648,086 |
| Profit before tax | 1,508,835 | 10,629,278 | 3,751,559 | 17,390,140 |
| Tax expense | (366,421) | (2,822,749) | (918,154) | (4,218,275) |
| **Profit for the financial period** | 1,142,414 | 7,806,529 | 2,833,405 | 13,171,865 |
| **Other comprehensive profit net of tax** | | | | |
| Foreign currency translation differences for foreign operations | 3,364,356 | 870,235 | 6,056,574 | 1,471,980 |
| **Other comprehensive profit for the financial period net of tax** | 3,364,356 | 870,235 | 6,056,574 | 1,471,980 |
| **Total comprehensive profit for the financial period** | 4,506,770 | 8,676,764 | 8,889,979 | 14,643,845 |
| **Profit for the financial period attributable to:** | | | | |
| Owners of the Company | 1,090,978 | 7,758,696 | 2,779,190 | 13,092,065 |
| Non-controlling interests | 51,436 | 47,833 | 54,215 | 79,800 |
| **Profit for the financial period** | 1,142,414 | 7,806,529 | 2,833,405 | 13,171,865 |
| **Total comprehensive income attributable to:** | | | | |
| Owners of the Company | 4,455,334 | 8,629,603 | 8,835,764 | 14,554,761 |
| Non-controlling interests | 51,436 | 47,161 | 54,215 | 89,084 |
| **Total comprehensive income for the financial period** | 4,506,770 | 8,676,764 | 8,889,979 | 14,643,845 |
| **EPS attributable to Owners of the Company:** | | | | |
| **Basic (sen)** | 0.23 | 1.65 | 0.59 | 2.78 |
| **Diluted (sen)** | 0.23 | 1.65 | 0.59 | 2.78 |

(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 30 June 2026**

| | As at 30/6/2026 RM | As at 31/12/2025 RM |
|---|---|---|
| **ASSETS** | | |
| **NON-CURRENT ASSETS** | | |
| Investment properties | 11,957,516 | 11,957,516 |
| Property, plant & equipment | 188,858,709 | 183,276,188 |
| Inventories | 23,852,508 | 23,751,102 |
| Investment in associates | 8,555,956 | 7,560,907 |
| Investment in joint venture | 27,972,343 | 27,768,152 |
| Other investment | 66,000 | 66,000 |
| Deferred tax assets | 3,081,887 | 2,247,802 |
| Right-of-use assets | 10,221,106 | 10,854,507 |
| | 274,566,025 | 267,482,174 |
| **CURRENT ASSETS** | | |
| Inventories | 90,170,306 | 63,125,699 |
| Contract cost assets | 186,011 | 77,569 |
| Trade & other receivables | 160,471,140 | 146,267,648 |
| Contract assets | 20,973,686 | 32,448,921 |
| Deposits, cash & bank balances | 292,370,333 | 363,452,723 |
| Current tax asset | 401,830 | 291,962 |
| | 564,573,306 | 605,664,522 |
| **TOTAL ASSETS** | **839,139,331** | **873,146,696** |
| **EQUITY AND LIABILITIES** | | |
| **EQUITY** | | |
| Share capital | 240,456,670 | 240,456,670 |
| Treasury shares | (2,459,625) | (2,459,625) |
| Reserves | 27,366,356 | 21,309,782 |
| Retained earnings | 291,917,806 | 289,138,616 |
| **Equity attributable to Owners of the Company** | 557,281,207 | 548,445,443 |
| Non-controlling Interests | 7,378,443 | 7,324,228 |
| **Total Equity** | 564,659,650 | 555,769,671 |
| **NON-CURRENT LIABILITIES** | | |
| Borrowings | 77,239,365 | 74,878,302 |
| Deferred tax liabilities | 474,706 | 1,355,563 |
| | 77,714,071 | 76,233,865 |
| **CURRENT LIABILITIES** | | |
| Provision | 411,353 | 774,592 |
| Borrowings | 5,910,986 | 2,030,256 |
| Trade & other payables | 96,674,608 | 114,544,822 |
| Deferred income | 12,500 | 251,073 |
| Contract liabilities | 89,943,917 | 118,053,302 |
| Current tax liabilities | 3,812,246 | 5,489,115 |
| | 196,765,610 | 241,143,160 |
| **Total Liabilities** | 274,479,681 | 317,377,025 |
| | **839,139,331** | **873,146,696** |
| **Net assets per share attributable to the Owners of the Company (RM)** | 1.18 | 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 30 June 2026**

| | Attributable to Owners of the Company | | | | | | Non-controlling Interests | Total Equity |
|---|---|---|---|---|---|---|---|---|
| | Non-distributable | | | | Distributable | | | |
| | Share Capital RM | Treasury Shares RM | Asset Revaluation Reserve RM | Foreign Currency Translation Reserve RM | Retained Earnings RM | Sub-Total RM | RM | RM |
| **At 1 January 2026** | **240,456,670** | **(2,459,625)** | **39,297,862** | **(17,988,080)** | **289,138,616** | **548,445,443** | **7,324,228** | **555,769,671** |
| *Foreign currency translation difference for foreign operations* | - | - | - | 6,056,574 | - | 6,056,574 | - | 6,056,574 |
| ***Other comprehensive income for the financial period*** | - | - | - | ***6,056,574*** | - | ***6,056,574*** | - | ***6,056,574*** |
| *Profit for the financial period* | - | - | - | - | *2,779,190* | 2,779,190 | *54,215* | 2,833,405 |
| ***Total comprehensive income for the financial period*** | - | - | - | ***6,056,574*** | ***2,779,190*** | ***8,835,764*** | ***54,215*** | ***8,889,979*** |
| **At 30 June 2026** | **240,456,670** | **(2,459,625)** | **39,297,862** | **(11,931,506)** | **291,917,806** | **557,281,207** | **7,378,443** | **564,659,650** |
| **At 1 January 2025** | **240,456,670** | **(2,459,625)** | **39,297,862** | **(17,009,895)** | **275,737,611** | **536,022,623** | **8,849,719** | **544,872,342** |
| *Foreign currency translation difference for foreign operations* | - | - | - | 1,462,696 | - | 1,462,696 | *9,284* | 1,471,980 |
| ***Other comprehensive income for the financial period*** | - | - | - | ***1,462,696*** | - | ***1,462,696*** | ***9,284*** | ***1,471,980*** |
| *Profit for the financial period* | - | - | - | - | *13,092,065* | 13,092,065 | *79,800* | 13,171,865 |
| ***Total comprehensive income for the financial period*** | - | - | - | ***1,462,696*** | ***13,092,065*** | ***14,554,761*** | ***89,084*** | ***14,643,845*** |
| **At 30 June 2025** | **240,456,670** | **(2,459,625)** | **39,297,862** | **(15,547,199)** | **288,829,676** | **550,577,384** | **8,938,803** | **559,516,187** |

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 30 June 2026**

| | 6 months ended 30/6/2026 RM | 6 months ended 30/6/2025 RM |
|---|---|---|
| **Cash flows from operating activities** | | |
| Profit before tax | 3,751,559 | 17,390,140 |
| Adjustments for : | | |
| Allowance for expected credit loss on trade and other receivables | - | 716,643 |
| Amortisation of investment in joint venture | 270,376 | 538,346 |
| Amortisation of right-of-use asset | 697,781 | 1,085,453 |
| Depreciation of property, plant & equipment | 3,469,334 | 3,413,670 |
| Interest expense | 2,878,482 | 2,785,819 |
| Interest income | (1,981,571) | (3,155,042) |
| Fair value gain on money market funds | (975,054) | (1,038,976) |
| Dividend income from money market funds | (385,961) | (659,512) |
| Share of profit of associate | (995,048) | (1,425,891) |
| Share of profit of joint venture | (405,805) | (1,648,086) |
| Gain on disposal of property, plant & equipment | (281,272) | (316,826) |
| Unrealised foreign exchange (gain)/loss | (337,159) | 1,051,291 |
| Property, plant & equipment written off | 236 | 2 |
| **Operating profit before working capital changes** | 5,705,898 | 18,737,031 |
| **Working capital changes :-** | | |
| Changes in inventories | (27,146,012) | (12,525,194) |
| Changes in contract assets/liabilities | (16,634,151) | (9,839,854) |
| Changes in contract cost assets | (108,442) | 1,315,314 |
| Changes in receivables | (14,483,211) | 92,819,053 |
| Changes in payables | (23,009,546) | (44,984,375) |
| **Cash (used in)/generated from operating activities** | (75,675,464) | 45,521,975 |
| Tax paid | (4,445,266) | (3,190,643) |
| Tax refund | - | 792,055 |
| Interest paid | (34,194) | (2,416) |
| Interest received | 1,981,571 | 3,155,042 |
| **Net cash (used in)/generated from operating activities** | (78,173,353) | 46,276,013 |
| **Cash flows from investing activities** | | |
| Purchase of property, plant & equipment | (2,058,917) | (622,409) |
| Purchase of right-of-use asset | (359,556) | (22,743) |
| Proceeds from disposal of property, plant & equipment | 281,287 | 316,850 |
| Distribution of profit from joint venture | 1,129,437 | 3,045,548 |
| **Net cash (used in)/generated from investing activities** | (1,007,749) | 2,717,246 |
| **Cash flows from financing activities** | | |
| Placement/(Withdrawal) of pledged deposits | 3,775,230 | (1,582,841) |
| Net proceeds from/(Repayment of) short term borrowings | 5,535,417 | (4,852,229) |
| Interest paid | (2,844,288) | (2,783,402) |
| **Net cash generated from/(used in) financing activities** | 6,466,359 | (9,218,472) |
| **Net (decrease)/increase in cash and cash equivalents** | (72,714,743) | 39,774,787 |
| **Effects of foreign exchange rate changes** | 463,680 | 352,809 |
| **Effects of changes in fair value of money market funds** | 1,361,015 | 1,698,488 |
| **Cash and cash equivalents at beginning of the financial period** | 245,622,768 | 200,500,324 |
| **Cash and cash equivalents at end of the financial period** | 174,732,720 | 242,326,408 |
| **Cash and cash equivalents at end of the financial period comprise :** | | |
| Cash and bank balances | 108,593,334 | 109,675,183 |
| Fixed deposits with licensed banks | 14,841,099 | 14,920,351 |
| Money market funds placed with fund managers | 54,904,505 | 117,787,050 |
| Bank overdrafts | (3,606,218) | (56,176) |
| | 174,732,720 | 242,326,408 |

(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 SECOND QUARTER ENDED 30TH JUNE 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:

| Description | Effective for annual periods beginning on or after |
|---|---|
| Amendments to MFRS 9 Financial Instruments and MFRS 7 Financial Instruments: Disclosures – *Amendments to the Classification and Measurement of Financial Instruments* | 1 January 2026 |
| Amendments to MFRS 9 Financial Instruments and MFRS 7 Financial Instruments: Disclosures – *Contracts Referencing Nature-dependent Electricity* | 1 January 2026 |
| Annual Improvement to MFRS Accounting Standards *Volume 11* | 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 – *Translation to a Hyperinflationary Presentation Currency* | 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 – *Sale or Contribution of Assets between an Investor and its Associate or Joint Venture* | *Deferred* |

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 30 June 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 |
|---|---|---|---|---|---|---|
| **REVENUE** | | | | | | |
| **External revenue** | 130,056 | 1,440 | 11,943 | - | - | **143,439** |
| **Inter-segment revenue** | 14,259 | - | - | 4,242 | (18,501) | - |
| | 144,315 | 1,440 | 11,943 | 4,242 | (18,501) | **143,439** |
| **RESULTS** | | | | | | |
| **Segment operating profit/(loss)** | 8,236 | (476) | (1,468) | 2,979 | (8,053) | **1,218** |
| **Share of profit of associate** | | | | | | **995** |
| **Share of profit of joint venture** | | | | | | **406** |
| **Finance income** | | | | | | **3,342** |
| **Finance costs** | | | | | | **(2,210)** |
| **Profit before tax** | | | | | | **3,751** |
| **Taxation** | | | | | | **(918)** |
| **Profit for the financial period** | | | | | | **2,833** |

## 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 30 June 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*

The Group has the following commitment for the purchase of property, plant & equipment for the period ended 30 June 2026:

| | RM |
|---|---|
| Approved and contracted for: | |
| Property, plant & equipment | 1,877,022 |

### *14. Related Party Transactions*

There was no material related party transaction during the quarter ended 30 June 2026.

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

The Group recorded a profit before tax of RM1,508,835 in the current quarter, compared to a profit before tax of RM10,629,278 in the corresponding quarter.

Gross profit decreased substantially in the current quarter, mainly due to lower revenue contribution from the construction segment and the absence of revenue from the property development segment.

Following the completion of several projects in the previous financial year, the number of active projects contributing to profit generation has declined. At the same time, projects secured towards the end of the previous financial year remain in the early stages of execution, with their contribution to profit expected to increase progressively as projects construction advances.

Despite the higher other income, unrealised foreign exchange gain and higher profit contribution from the joint venture during the quarter, these were insufficient to mitigate the impact of reduced operating performance, higher administrative expenses, lower finance income and lower share of profit from the associate.

### *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 RM1,508,835 for the current quarter, compared to a profit before tax of RM2,242,723 in the immediate preceding quarter.

Similar to that mentioned in item 15 above, the Group reported a much lower profit before tax for the current quarter in comparison to the immediate preceding quarter.

### *17. Prospects*

The Group would need to strengthen the current order book of RM1.2 billion by securing more projects. On that score, the tender department has been actively participating in tenders around the country for the past two quarters, ranging from Mutiara LRT packages, data centres, government complexes, schools and some infrastructural packages. To date the division has participated in well over RM3.7 billion worth of tenders and the it is confident to win some of these tenders by the end of 2026 and this would further sustain the Group for several years to come.

The challenging business environment in terms of rising cost of doing business contributed by the geopolitical uncertainties, increase in labor costs and wages as well as more stringent statutory requirements continue to be of concern to the Group. Therefore, to counter these issues, the Group remains steadfast to operate effectively with optimum resources allocations.

As for the property development segment, demand for strategically located and affordable residential properties remains encouraging, particularly for developments with convenient access to public transportation. To capitalize on this market demand, the Group continues to focus on constructing Ara Sentral Phases 2 and 3, a transit-oriented (TOD) mixed development in Ara Damansara. Construction progress underway, with the development expected to provide an additional source of earnings contribution as the respective phases are launched and progressively developed. The project is expected to strengthen the Group's recurring earnings based over the medium term.

Supported by strong financial position, and proven execution capability, the Group maintains its commitment to deliver. Nevertheless, with all the business challenges it is currently facing, the Group remains cautiously optimistic on its financial performance 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:

| | Individual Quarter | | Cumulative Quarter | |
|---|---|---|---|---|
| | Current Year Quarter 30.6.2026 RM'000 | Preceding Year Corresponding Quarter 30.6.2025 RM'000 | Current Year To Date 30.6.2026 RM'000 | Preceding Year Corresponding Period 30.6.2025 RM'000 |
| **Current tax** | | | | |
| Current year | 1,540 | 3,635 | 2,646 | 5,434 |
| Prior year | 9 | - | 9 | - |
| **Deferred tax** | | | | |
| Current year | ( 1,183) | ( 812) | ( 1,776) | ( 1,197) |
| Prior year | - | - | 39 | ( 19) |
| | 366 | 2,823 | 918 | 4,218 |

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 30 June 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 30 June 2026 are as follows:-

| Security | Type | Amount (RM'000) |
|---|---|---|
| Secured | Short Term | 5,911 |
| Secured | Long Term | 77,239 |
| Unsecured | Long Term | - |

Currency exposure profile of borrowings is as follows:-

| Currency | Secured Short Term RM'000 | Secured Long Term RM'000 |
|---|---|---|
| Malaysian Ringgit | 5,911 | 296 |
| Australian Dollar | - | 76,943 |

### 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 30 June 2026.

### 26. *Dividends*

The directors have not recommended the payment of any dividend for the quarter ended 30 June 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 RM2,779,190 (2025: RM13,092,065) 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*

| | Second quarter | | Cumulative 6 months | |
|---|---|---|---|---|
| | 30/6/2026 | 30/6/2025 | 30/6/2026 | 30/6/2025 |
| | RM'000 | RM'000 | RM'000 | RM'000 |
| Depreciation of property, plant and equipment | 1,762 | 1,719 | 3,469 | 3,414 |
| Amortisation of right-of-use asset | 329 | 527 | 698 | 1,085 |
| Amortisation of investment in joint venture | 215 | 215 | 270 | 538 |
| Loss on disposal of investment property | - | - | - | - |
| Property, plant & equipment written off | - | - | - | - |
| Gain on disposal of property, plant & equipment | ( 232) | ( 14) | ( 281) | ( 317) |
| Gain on disposal of right-of-use asset | - | - | - | - |
| Fair value (gain)/loss on investment properties | - | - | - | - |