

THREE-A RESOURCES BERHAD

Registration no. 199901006659 (481559-M)

(Incorporated in Malaysia)

Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income For the Quarter Ended 30 June 2025 (The figures have not been audited)

	3 months ended 30 June		Cumulative quarter ended 30 June	
	2025 RM'000	2024 RM'000	2025 RM'000	2024 RM'000
Revenue	131,392	139,916	265,332	288,673
Cost of sales	(104,802)	(112,589)	(213,315)	(236,443)
Gross Profit	<u>26,590</u>	<u>27,327</u>	<u>52,017</u>	<u>52,230</u>
Other income	448	398	1,165	2,877
Other operating expenses	(15,273)	(11,316)	(28,064)	(23,953)
Profit from Operations	<u>11,765</u>	<u>16,409</u>	<u>25,118</u>	<u>31,154</u>
Finance costs	(29)	(50)	(65)	(106)
Profit before Tax	<u>11,736</u>	<u>16,359</u>	<u>25,053</u>	<u>31,048</u>
Income tax	(3,188)	(4,302)	(6,544)	(6,312)
Profit net of tax	<u>8,548</u>	<u>12,057</u>	<u>18,509</u>	<u>24,736</u>
Total other comprehensive income, net of tax	-	-	-	-
Total comprehensive income for the year	<u><u>8,548</u></u>	<u><u>12,057</u></u>	<u><u>18,509</u></u>	<u><u>24,736</u></u>
Profit for the period attributable to:				
Owners of the parent	8,548	12,057	18,509	24,736
Non-controlling interest	-	-	-	-
	<u><u>8,548</u></u>	<u><u>12,057</u></u>	<u><u>18,509</u></u>	<u><u>24,736</u></u>
Total comprehensive income attributable to:				
Owners of the parent	8,548	12,057	18,509	24,736
Non-controlling interest	-	-	-	-
	<u><u>8,548</u></u>	<u><u>12,057</u></u>	<u><u>18,509</u></u>	<u><u>24,736</u></u>
Basic Earnings per Share (sen)	<u><u>1.76</u></u>	<u><u>2.47</u></u>	<u><u>3.81</u></u>	<u><u>5.06</u></u>

(The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Annual Financial Report for the year ended 31 December 2024 and the accompanying explanatory notes attached to the interim financial statements)

THREE-A RESOURCES BERHAD

Registration no. 199901006659 (481559-M)
(Incorporated in Malaysia)

Condensed Consolidated Statement of Changes in Equity For the Quarter Ended 30 June 2025 (The figures have not been audited)

	Share Capital	Treasury Shares	Retained Earnings	Total
	(RM'000)	(RM'000)	(RM'000)	(RM'000)
At 1 January 2024	149,087	(2,151)	303,656	450,592
Net Profit for the period	-	-	24,736	24,736
Transactions with owners				
Dividends	-	-	(4,890)	(4,890)
At 30 June 2024	<u>149,087</u>	<u>(2,151)</u>	<u>323,502</u>	<u>470,438</u>
At 1 January 2025	149,087	(4,641)	333,413	477,859
Net Profit for the period	-	-	18,509	18,509
Transactions with owners				
Dividends	-	-	(4,860)	(4,860)
At 30 June 2025	<u>149,087</u>	<u>(4,641)</u>	<u>347,062</u>	<u>491,508</u>

(The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Annual Financial Report for the year ended 31 December 2024 and the accompanying explanatory notes attached to the interim financial statements)

THREE-A RESOURCES BERHAD

Registration no. 199901006659 (481559-M)

(Incorporated in Malaysia)

Condensed Consolidated Statement of Financial Position

As at 30 June 2025

(The figures have not been audited)

	As at 30-Jun-25 RM'000	As at 31-Dec-24 RM'000
Non-current Assets		
Property, plant & equipment	180,649	176,947
Right-of-use assets	62,950	63,968
Total Non-current Assets	243,599	240,915
Current Assets		
Inventories	87,305	94,066
Trade and other receivables	108,403	115,982
Current tax assets	16	15
Cash and bank balances	100,562	84,283
Total Current Assets	296,286	294,346
TOTAL ASSETS	539,885	535,261
EQUITY AND LIABILITIES		
Share capital	149,087	149,087
Reserves	342,421	328,772
Total Equity	491,508	477,859
Non-current Liabilities		
Borrowings	918	1,449
Deferred tax liabilities	17,479	18,605
Total Non-current Liabilities	18,397	20,054

THREE-A RESOURCES BERHAD

Registration no. 199901006659 (481559-M)

(Incorporated in Malaysia)

Condensed Consolidated Statement of Financial Position

As at 30 June 2025

(The figures have not been audited)

	As at 30-Jun-25 RM'000	As at 31-Dec-24 RM'000
Current Liabilities		
Trade and other payables	22,831	29,610
Borrowings	1,168	1,826
Income tax liabilities	5,981	5,912
Total Current Liabilities	29,980	37,348
TOTAL LIABILITIES	48,377	57,402
TOTAL EQUITY AND LIABILITIES	539,885	535,261
Net assets value per share (sen)	101.13	98.32

(The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Annual Financial Report for the year ended 31 December 2024 and and the accompanying explanatory notes attached to the interim financial statements)

THREE-A RESOURCES BERHAD

Registration no. 199901006659 (481559-M)

(Incorporated in Malaysia)

Condensed Consolidated Statement of Cash Flow For the Quarter Ended 30 June 2025 (The figures have not been audited)

	Year-To-Date 30-Jun-25 (RM'000)	Year-To-Date 30-Jun-24 (RM'000)
Cash flows from operating activities		
Profit before taxation	25,053	31,048
Adjustments for:		
Depreciation of property, plant and equipment	6,046	5,877
Depreciation of right-of-use assets	1,017	1,026
Interest expense	65	106
Interest income	(1,130)	(922)
Property, plant and equipment written off	236	130
Net unrealised foreign exchange loss/(gain)	1,524	(1,202)
Operating profit before working capital changes	32,811	36,063
Working capital changes:		
Inventories	6,762	(28,070)
Trade and other receivables	6,124	7,763
Trade and other payables	(6,779)	(2,821)
Cash generated from operations	38,918	12,935
Tax paid	(7,602)	(6,641)
Net cash generated from operating activities	31,316	6,294
Cash flows from investing activities		
Additions of right-of-use assets	-	(16)
Interest received	1,130	922
Proceeds from disposal of property, plant and equipment	25	-
Purchase of property, plant and equipment	(10,010)	(2,771)
Net cash used in investing activities	(8,855)	(1,865)

THREE-A RESOURCES BERHAD

Registration no. 199901006659 (481559-M)

(Incorporated in Malaysia)

Condensed Consolidated Statement of Cash Flow For the Quarter Ended 30 June 2025 (The figures have not been audited)

	Year-To-Date 30-Jun-25 (RM'000)	Year-To-Date 30-Jun-24 (RM'000)
Cash flows from financing activities		
Dividends paid	(4,860)	(4,890)
Interest paid	(65)	(106)
Repayment of term loans	(1,188)	(802)
Net cash used in financing activities	(6,113)	(5,798)
Net increase/(decrease) in cash and cash equivalents	16,348	(1,369)
Effect of exchange rate changes on cash and cash equivalents	(69)	144
Cash and cash equivalents at beginning of year	84,283	53,696
Cash and cash equivalents at end of the period	100,562	52,471

(The Condensed Consolidated Statement of Cash Flow should be read in conjunction with the Annual Financial Report for the year ended 31 December 2024 and the accompanying explanatory notes attached to the interim financial statements)

THREE-A RESOURCES BERHAD

Registration no. 199901006659 (481559-M)

(Incorporated in Malaysia)

QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE PERIOD ENDED 30 JUNE 2025

(The figures have not been audited)

Explanatory Notes to the Interim Financial Statements Pursuant to MFRS 134

A1 Basis of Preparation

The unaudited condensed consolidated interim financial statements of the Group have been prepared in accordance with MFRS 134, Interim Financial Reporting in Malaysia and with IAS 34, Interim Financial Reporting and applicable disclosure provisions of the Listing Requirements of Bursa Malaysia Securities Berhad. They do not include all of the information required for full annual financial statement, and should be read in conjunction with the Group's annual consolidated financial statements for the year ended 31 December 2024.

The accounting policies are consistent with the recent audited financial statements for the year ended 31 December 2024.

These explanatory notes attached to the Interim Financial Report 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 financial period ended 31 December 2024.

A2 Audit report of the preceding annual financial statements

The audited financial statements of the Group for the year ended 31 December 2024 were not subject to any qualification.

A3 Seasonal or cyclical factors of interim operations

There were no seasonal or cyclical factors affecting the results of the Group for the current interim period.

A4 Unusual items affecting assets, liabilities, equity, net income, or cash flows

There were no items affecting assets, liabilities, equity, net income, or cash flows that are unusual in nature, size or incidence for the current interim period and financial year-to-date.

A5 Material changes in estimates

There were no changes in estimates of amounts reported in prior interim periods of the current financial year or changes in estimates of amounts reported in prior financial years that have a material effect for the current interim period.

A6 Issuances, cancellations, repurchases, resale and repayment of debt and equity securities

There were no issuances, cancellations, repurchases, resale and repayments of debt and equity securities for the current interim period.

A7 Dividends

The first interim single tier dividend of 1.0 sen per ordinary share amounting to RM4.860 million for financial year ending 31 December 2025 was paid on 26 June 2025. (2024: 1.0 sen)

THREE-A RESOURCES BERHAD

Registration no. 199901006659 (481559-M)

(Incorporated in Malaysia)

QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE PERIOD ENDED 30 JUNE 2025

(The figures have not been audited)

Explanatory Notes to the Interim Financial Statements Pursuant to MFRS 134

A8 Segmental information

The Group's activities are predominantly in the manufacturing industry segment.
The following presents revenue regarding the Group's geographical segment:

	RM'000	
Malaysia	134,762	51%
Singapore	25,544	10%
Other countries	105,026	39%
	<u>265,332</u>	

The Group's assets and liabilities are mainly located in Malaysia.

A9 Valuations of Property, Plant & Equipment

The valuations of Property, Plant and Equipment of the Group have been brought forward without amendment from the previous annual financial statements.

A10 Material events subsequent to the end of the interim period

There were no material events subsequent to the end of the interim period that have not been reflected in the financial statements for the current interim period.

A11 Related party transactions

The following table provides information on the transactions that are significant which have been entered into with related parties during the interim period and financial year to date ended 30 June 2025:

	3 months ended 30 June		Cumulative quarter ended 30 June	
	2025 RM'000	2024 RM'000	2025 RM'000	2024 RM'000
Sales of products to:				
Seong Chan Sauce & Foodstuff Sdn. Bhd. (A company in which certain directors have financial interests)	256	200	462	441

A12 Changes in the composition of the Group

There were no changes in the composition of the Group during the interim period including business combinations, acquisitions or disposal of subsidiaries and long-term investments, restructurings, and discontinuing operations.

A13 Changes in contingent liabilities and contingent assets

The amount of corporate guarantees provided to licensed financial institutions in respect of credit facilities granted to a wholly-owned subsidiary of the Company as at 30 June 2025 is RM2.086 million.

A14 Capital Commitment

The approved and contracted for commitment for the purchase of property, plant and equipment as at the end of the current interim period is RM5.339 million.

THREE-A RESOURCES BERHAD

Registration no. 199901006659 (481559-M)
(Incorporated in Malaysia)

QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE PERIOD ENDED 30 JUNE 2025

(The figures have not been audited)

Additional Information Required By The Bursa Malaysia Listing Requirements

B1 Review of Performance

	2nd Quarter Ended 30-Jun-25 RM'000	2nd Quarter Ended 30-Jun-24 RM'000	Variance %	Year to date Ended 30-Jun-25 RM'000	Year to date Ended 30-Jun-24 RM'000	Variance %
Revenue	131,392	139,916	-6.1%	265,332	288,673	-8.1%
Profit before Tax	11,736	16,359	-28.3%	25,053	31,048	-19.3%

The revenue of the Group for the current quarter of RM131.392 million was 6.1% lower than RM139.916 million recorded in the corresponding quarter in the preceding year and was mainly due to lower average products selling prices. The Group's profit before tax decreased by 28.3% to RM11.736 million from RM16.359 million and was also mainly a result of lower average products selling prices in the current quarter under review.

The Group recorded 8.1% lower revenue of RM265.332 million for the six months ended 30 June 2025 as compared to RM288.673 million recorded for the same period last year on lower average products selling prices. Similarly, profit before tax for the six months ended 30 June 2025 decreased by 19.3% to RM25.053 million from RM31.048 million recorded for the same period last year and was also mainly a result of lower average products selling prices.

B2 Material changes in profit before taxation for the current quarter as compared with the immediate preceding quarter

The comparison of results between the current quarter and the immediate preceding quarter are as follows:-

	2nd Quarter Ended 30-Jun-25 RM'000	1st Quarter Ended 31-Mar-25 RM'000	Variance %
Revenue	131,392	133,940	-1.9%
Profit before taxation	11,736	13,317	-11.9%

The Group's revenue for the current quarter of RM131.392 million was 1.9% lower as compared to RM133.940 million recorded in the immediate preceding quarter and was mainly due to lower average products selling prices. Profit before taxation for the current quarter of RM11.736 million was 11.9% lower than that recorded in the immediate preceding quarter of RM13.317 million and was mainly a result of foreign exchange losses recorded in the current quarter under review.

B3 Prospects

The Group continues to face numerous key challenges, mainly from the increase of competition in the business environment, volatility in raw materials costs stemming from the ongoing geopolitical events and uncertain global economic landscape arising from threats of protectionism policies in global trade.

In facing with these headwinds, the Group remained focus on efficiency initiatives through economies of scale, cost optimization and efforts to increase productivity and deliver good quality products. Besides, the Group is continuing

THREE-A RESOURCES BERHAD

Registration no. 199901006659 (481559-M)
(Incorporated in Malaysia)

QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE PERIOD ENDED 30 JUNE 2025

(The figures have not been audited)

Additional Information Required By The Bursa Malaysia Listing Requirements

with plans for lands acquired in the vicinity of existing factories and the Group is optimistic that its plans would contribute positively to the Group going forward.

Barring unforeseen circumstances, the Directors anticipate that the Group achieve a satisfactory performance for the financial year 2025.

THREE-A RESOURCES BERHAD

Registration no. 199901006659 (481559-M)
(Incorporated in Malaysia)

QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE PERIOD ENDED 30 JUNE 2025

(The figures have not been audited)

Additional Information Required By The Bursa Malaysia Listing Requirements

B4 Forecast of profit after tax

Not applicable as no forecast was disclosed in any public document.

B5 Tax expenses

	Current quarter 30-Jun-25 RM'000	Cumulative quarter up to 30-Jun-25 RM'000
Income tax expense		
- current period	3,472	7,658
Deferred Taxation		
- current year	(284)	(882)
- overprovision in the prior year	-	(232)
	<u>3,188</u>	<u>6,544</u>

Income tax expense is recognised in each interim period based on the best estimate of the weighted average annual income tax rate expected for the full financial year. The effective tax rate for the current quarter and for the six months ended 30 June 2025 were higher than the statutory income tax rate and were mainly due to certain expenses not allowable for tax deduction.

B6 Status of Corporate Proposals

There were no corporate proposals announced but not completed as at 14 August 2025 for the current quarter and financial year-to-date.

B7 Group borrowings and debt securities

The total Group secured borrowings as at 30 June 2025 are as follows:-

	Short Term RM'000	Long Term RM'000	Total RM'000
Term Loans	<u>1,168</u>	<u>918</u>	<u>2,086</u>

All the abovementioned borrowings were denominated in Ringgit Malaysia.

THREE-A RESOURCES BERHAD

Registration no. 199901006659 (481559-M)
(Incorporated in Malaysia)

QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE PERIOD ENDED 30 JUNE 2025

(The figures have not been audited)

Additional Information Required By The Bursa Malaysia Listing Requirements

B8 Off Balance Sheet financial instruments

The Group had not entered into any contracts involving off balance sheet financial instruments with off balance sheet risk as at 14 August 2025.

B9 Changes in material litigation

There was no material litigation pending for the current financial period to-date and up to 14 August 2025.

B10 Dividend

On 14 August 2025, the Board of Directors declared a 2nd interim single tier dividend of 1.2 sen per ordinary share amounting to RM5.832 million in respect of financial year ending 31 December 2025. (2024: 1.0 sen)

The entitlement date for the dividend is fixed on 29 August 2025 and payment will be made on 19 September 2025.

The cumulative interim dividends declared as of todate for the current financial year ending 31 December 2025 is 2.2 sen per ordinary share amounting to RM10.692 million.

B11 Disclosure of nature of outstanding derivatives

There were no outstanding derivatives as at the end of the reporting period.

B12 Additional disclosures

Profit for the period is arrived at after (crediting)/charging:

	Current Period		Cumulative Period	
	30-Jun-25 RM'000	30-Jun-24 RM'000	30-Jun-25 RM'000	30-Jun-24 RM'000
Interest income	(616)	(445)	(1,130)	(922)
Depreciation of property, plant and equipment	2,996	2,949	6,046	5,877
Depreciation of right-of-use assets	504	513	1,017	1,026
Realised foreign exchange loss/(gain)	2,369	22	2,559	(540)
Unrealised foreign exchange loss/(gain)	970	37	1,524	(1,202)

B13 Earnings per share

Basic earnings per share amounts are calculated by dividing profit for the period, net of tax, attributable to owners of the parent by the weighted average number of ordinary shares outstanding during the period, excluding treasury shares held by the Company.

	Current Quarter		Cumulative Quarter	
	30-Jun-25	30-Jun-24	30-Jun-25	30-Jun-24
Net profit (RM'000)	8,548	12,057	18,509	24,736
Weighted average number of ordinary shares in issue ('000)	486,000	489,000	486,000	489,000
EPS (sen) - Basic and Diluted	1.76	2.47	3.81	5.06