K-One Technology Berhad

[Registration No. 200101004001 (539757-K)]

CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE SECOND QUARTER ENDED 30 JUNE 2026

Condensed Consolidated Statements of Comprehensive Income
For The Second Quarter Ended 30 June 2026

Figures in RM'000	3 months ended		YTD 6 months ended	
	30.6.2026 Unaudited	30.6.2025 Unaudited	30.6.2026 Unaudited	30.6.2025 Unaudited
Operating revenue	69,229	64,548	118,173	123,014
Cost of sales	(58,933)	(55,529)	(101,457)	(104,704)
Gross profit	10,296	9,019	16,716	18,310
Other income	1,025	636	1,704	930
Interest income	147	170	393	399
Operating expense	(10,260)	(8,836)	(20,163)	(17,681)
Profit/(Loss) before tax	1,208	989	(1,350)	1,958
Income tax expense	(476)	(370)	(501)	(654)
Profit/(Loss) for the period	732	619	(1,851)	1,304
Non-controlling interests	(299)	(299)	(323)	(314)
Profit/(Loss) after tax after Non-controlling interests	**433**	**320**	**(2,174)**	**990**

Profit/(Loss) attributable to:				
Owners of the parent	433	320	(2,174)	990
Non-controlling interests	299	299	323	314
	732	619	(1,851)	1,304

Earnings/(Loss) per share EPS/(LPS) attributable to owners of the parent (sen):				
Basic EPS/(LPS)	0.05	0.04	(0.26)	0.12
Diluted EPS/(LPS)	0.05	0.04	(0.26)	0.12

Condensed Consolidated Statements of Comprehensive Income
For The Second Quarter Ended 30 June 2026 (Cont'd)

Figures in RM'000	3 months ended		YTD 6 months ended	
	30.6.2026 Unaudited	30.6.2025 Unaudited	30.6.2026 Unaudited	30.6.2025 Unaudited
Profit/(Loss) for the period	732	619	(1,851)	1,304
Items that may be subsequently reclassified to profit:				
Foreign currency translation	207	(223)	(161)	(226)
Total comprehensive Income/(loss)	**939**	**396**	**(2,012)**	**1,078**

Total comprehensive income/(loss) attributable to:

Owners of the parent	545	177	(2,460)	881
Non-controlling interests	394	219	448	197
	939	**396**	**(2,012)**	**1,078**

The above condensed consolidated statements of comprehensive income should be read in conjunction with the audited financial statements for the year ended 31 December 2025 and the accompanying explanatory notes attached to the interim financial statements.

Condensed Consolidated Statements of Financial Position
As At 30 June 2026

Figures in RM'000	Unaudited 30.6.2026	Audited 31.12.2025
ASSETS		
Non-Current Assets		
Property, plant and equipment	18,716	18,999
Intangible assets	2,483	2,495
Goodwill on consolidation	22,676	22,676
Investment property	4,296	4,344
Deferred tax assets	4,130	4,056
Total Non-Current Assets	52,301	52,570
Current Assets		
Inventories	27,813	26,957
Trade receivables	55,340	46,953
Other receivables	11,248	9,026
Contract assets	8,127	7,234
Tax recoverable	186	276
Short-term cash investment	5,871	5,768
Cash and bank balances	41,499	45,357
Total Current Assets	150,084	141,571
TOTAL ASSETS	**202,385**	**194,141**

EQUITY AND LIABILITIES		
Equity		
Share capital	123,644	123,644
Reserves	(825)	(539)
Non-controlling interests	2,995	2,547
Accumulated losses	(10,342)	(8,168)
Total Equity	**115,472**	**117,484**

Condensed Consolidated Statements of Financial Position
As At 30 June 2026 (Cont'd)

Figures in RM'000	Unaudited 30.6.2026	Audited 31.12.2025
EQUITY AND LIABILITIES (Cont'd)		
Non-Current Liabilities		
Deferred income	112	297
Lease liabilities	-	-
Total Non-Current Liabilities	112	297
Current Liabilities		
Trade payables	52,339	43,431
Other payables and accruals	14,910	12,685
Contract liabilities	18,137	18,540
Current tax liabilities	942	1,112
Deferred income	371	371
Lease liabilities	102	221
Total Current Liabilities	86,801	76,360
Total Liabilities	86,913	76,657
TOTAL EQUITY AND LIABILITIES	**202,385**	**194,141**
Net assets per share attributable to owners of the parent (sen)	**13.88**	**14.12**

The above condensed consolidated statements of financial position should be read in conjunction with the audited financial statements for the year ended 31 December 2025 and the accompanying explanatory notes attached to the interim financial statements.

Condensed Consolidated Statements of Changes in Equity
For The Second Quarter Ended 30 June 2026

	<-------------------	**Attributable to Owners of the Parent**			--------------->	Non-controlling Interests	Total Equity
	<········	*Non-distributable* ········>		*Distributable*			
Figures in RM'000	Share Capital	Foreign Currency Translation Reserve	Other Reserve	Retained Earnings	Sub-Total		
At 1 January 2026	123,644	(539)	-	(8,168)	114,937	2,547	117,484
Comprehensive (loss)/income							
(loss)/profit for the period	-	-	-	(2,174)	(2,174)	323	(1,851)
Other comprehensive (loss)/income							
Foreign currency translation difference	-	(286)	-	-	(286)	125	(161)
Total comprehensive (loss)/income	-	(286)	-	(2,174)	(2,460)	448	(2,012)
At 30 June 2026	123,644	(825)	-	(10,342)	112,477	2,995	115,472

Condensed Consolidated Statements of Changes in Equity
For The Second Quarter Ended 30 June 2026 (Cont'd)

Figures in RM'000	Share Capital	Foreign Currency Translation Reserve	Other Reserve	Retained Earnings	Sub-Total	Non-controlling Interests	Total Equity
	<------------- Attributable to Owners of the Parent				--------------------->		
	<-- *Non-distributable*		-->	*Distributable*			
At 1 January 2025	123,644	(315)	-	(8,437)	114,892	1,674	116,566
Comprehensive income							
Profit for the period	-	-	-	990	990	314	1,304
Other comprehensive loss							
Foreign currency translation difference	-	(109)	-	-	(109)	(117)	(226)
Total comprehensive (loss)/income	-	(109)	-	990	881	197	1,078
At 30 June 2025	123,644	(424)	-	(7,447)	115,773	1,871	117,644

The above condensed consolidated statements of changes in equity should be read in conjunction with the audited financial statements for the year ended 31 December 2025 and the accompanying explanatory notes attached to the interim financial statements.

Condensed Consolidated Statements of Cash Flows
For The Second Quarter Ended 30 June 2026

Figures in RM'000	YTD 6 months ended 30.6.2026	YTD 6 months ended 30.6.2025
CASH FLOW FROM OPERATING ACTIVITIES		
(Loss)/Profit before taxation	(1,350)	1,958
Adjustments for:		
Net reversal impairment loss on trade receivables	-	(23)
Amortisation of intangible assets	12	10
Depreciation of property, plant and equipment	1,452	1,665
Depreciation of investment property	48	48
Fair value gain on short-term cash investment	(112)	(34)
Amortisation of government grant income	(186)	(186)
Interest expense on lease liabilities	5	13
Interest income	(393)	(399)
Foreign exchange (gain)/loss – unrealised	(454)	1,022
Operating (loss)/profit before working capital changes	(978)	4,074
Changes in working capital:		
Inventories	(856)	(2,604)
Receivables	(11,048)	(8,518)
Payables	10,730	12,563
Net cash (used in)/generated from operations	(2,152)	5,515
Tax paid	(701)	(767)
Interest received	393	399
Net cash (used in)/generated from operating activities	**(2,460)**	**5,147**
CASH FLOW FROM INVESTING ACTIVITIES		
Redemption of short-term cash investment	9	1,983
Withdrawal of deposits with licensed bank	3,180	1,084
Purchase of property, plant and equipment	(1,169)	(3,548)
Purchase of intangible asset	-	(50)
Net cash generated from/(used in) investing activities	**2,020**	**(531)**
CASH FLOW FROM FINANCING ACTIVITIES		
Interest paid on lease liabilities	(5)	(13)
Payment of lease liabilities	(119)	(111)
Net cash used in financing activities	**(124)**	**(124)**

Condensed Consolidated Statements of Cash Flows For The Second Quarter Ended 30 June 2026 (Cont'd)

Figure in RM'000	YTD 6 months ended	
	30.6.2026	30.6.2025
Net (decrease)/increase in cash and cash equivalents	(564)	4,492
Effect of exchange rate changes	(83)	(781)
Cash and cash equivalents at beginning of the financial year	25,606	25,336
CASH AND CASH EQUIVALENTS AT END OF THE FINANCIAL PERIOD	**24,959**	**29,047**

COMPOSITION OF CASH AND CASH EQUIVALENTS

Figure in RM'000	YTD 6 months ended	
	30.6.2026	30.6.2025
Cash and bank balances	24,959	29,047
Deposit placed with licensed banks	16,540	20,279
	41,499	49,326
Less: Non short-term fixed deposits	(16,540)	(20,279)
	24,959	**29,047**

The above condensed consolidated statements of cash flows should be read in conjunction with the audited financial statements for the year ended 31 December 2025 and the accompanying explanatory notes attached to the interim financial statements.

Part A: Explanatory Notes Pursuant to Financial Reporting Standard 134 ("FRS 134") - Interim Financial Reporting

1. BASIS OF PREPARATION

The interim financial statements are unaudited and has been prepared in accordance with MFRS 134 – Interim Financial Reporting issued by the Malaysian Accounting Standards Board (MASB) and Rule 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad (Bursa Securities) for the ACE Market and should be read in conjunction with the audited statutory financial statements presented for the financial year ended 31 December2025.

The accounting policies and presentation adopted for this interim report are consistent with those adopted in the audited financial statements for the financial year ended 31 December 2025, except for the following Malaysian Financial Reporting Standards (MFRSs) and IC Interpretations (IC Int):

<u>New/Amendments to MFRSs</u>

MFRS 1	First-time Adoption of Malaysian Financial Reporting Standards
MFRS 7	Financial Instruments: Disclosures
MFRS 9	Financial Instruments
MFRS 10	Consolidated Financial Statements
MRFS 18	Presentation and Disclosure in Financial Statements
MFRS 19	Subsidiaries without Public Accountability: Disclosures
MFRS 107	Statement of Cash Flows
MFRS 121	The Effects of Changes in Foreign Exchange Rates
MFRS 128	Investments in Associates and Joint Ventures

The adoption of the above applicable new MFRSs and amendments is not expected to have a material impact on the financial statements of the Group upon initial application.

2. AUDITORS' REPORT ON PRECEDING ANNUAL FINANCIAL STATEMENT

The audited financial statements of the preceding financial year were not subjected to any qualification.

3. COMMENTS ABOUT SEASONAL OR CYCLICAL FACTORS

The K-One Group's Electronics Manufacturing Services (EMS) business is predominantly export-oriented (92.7% export in 1H'26; 96.0% export in 1H'25) and is subject to seasonal fluctuations. Business in the second half of the year is normally stronger than the first half due to surge in demand attributed mainly to the consumer electronics market in conjunction with Christmas and New Year seasons overseas.

Revenue contribution from the Cloud Computing (Cloud) business is mainly derived from Malaysia with growing contributions from Singapore, Indonesia and Vietnam. Cloud revenue is not subject to any obvious seasonality although it tends to be weighted towards the second half of the year.

4. UNUSUAL ITEM DUE TO THEIR NATURE, SIZE OR INCIDENCE

During the quarter under review, there were no unusual items affecting assets, liabilities, equity, net income or cash flows to the effect that is unusual in nature, size or incidence.

5. MATERIAL ESTIMATES AND CHANGES IN ESTIMATES

There were no changes in estimates that have had any material effect on the financial year-to-date results.

6. ISSUANCE OR REPAYMENT OF DEBT AND EQUITY SECURITIES

There were no issuances, repurchases and repayments of debt and equity securities during the financial period.

7. DIVIDENDS PAID

No dividend was paid during the quarter under review.

8. Notes to Consolidated Statement of Comprehensive Income

Figures in RM'000	3 months ended		YTD 6 months ended	
	30.6.2026	30.6.2025	30.6.2026	30.6.2025
Amortisation of intangible assets	(6)	(6)	(12)	(10)
Depreciation of:				
- property, plant and equipment	(708)	(855)	(1,452)	(1,665)
- investment property	(24)	(24)	(48)	(48)
Net reversal impairment loss on trade receivables	-	23	-	23
Foreign exchange gain/(loss)				
- realised	160	247	(280)	394
- unrealised	92	(746)	454	(1,022)
Fair value gain on short-term cash investment	69	8	112	34
Amortisation of government grant income	93	93	186	186
Interest income	147	170	393	399
Interest expense on lease liabilities	(2)	(6)	(5)	(13)

9. SEGMENT INFORMATION

Segment information is provided based on contribution by activities, sales contribution by geography and sales by major customers. Expenses, assets and liabilities which are common and cannot be meaningfully allocated to the segments are presented under unallocated expenses, assets and liabilities respectively.

(a) Contribution by Activities

	Research, D&D and Sales	Manu-facturing	Cloud	Invest-ment Holding	Total
	RM'000	RM'000	RM'000	RM'000	RM'000
Sales					
External sales	231	26,213	42,785	-	69,229
Internal sales	-	-	-	-	-
Total operating sales	231	26,213	42,785	-	69,229
Others and interest income	57	386	651	78	1,172
Total sales and other income	288	26,599	43,436	78	70,401
Results					
Segment results	(1,113)	228	2,047	46	1,208
Finance costs	-	-	-	-	-
Income tax expense	-	-	(476)	-	(476)
(Loss)/Profit after tax before non-controlling interests	(1,113)	228	1,571	46	732
Non-controlling interests	-	-	(299)	-	(299)
(Loss)/Profit after tax after non-controlling interests	**(1,113)**	**228**	**1,272**	**46**	**433**
Other information					
Segment assets	40,329	84,897	67,106	5,737	198,069
Unallocated assets					4,316
Total assets					**202,385**
Segment liabilities	3,871	35,772	46,318	10	85,971
Unallocated liabilities					942
Total liabilities					**86,913**

9. SEGMENT INFORMATION (Cont'd)

(b) Sales Contribution by Geography for the EMS and Cloud Businesses

The geographical sales breakdown is as follows:

	6 months ended 30.6.2026		
	EMS RM'000	Cloud RM'000	Total RM'000
Malaysia	3,058	46,735	49,793
Asia (excluding Malaysia)	10,709	29,517	40,226
Europe	19,720	3	19,723
US	6,820	26	6,846
Oceania	1,023	121	1,144
Middle East	427	14	441
	41,757	76,416	118,173

	6 months ended 30.6.2025		
	EMS RM'000	Cloud RM'000	Total RM'000
Malaysia	2,118	45,167	47,285
Asia (excluding Malaysia)	14,932	24,642	39,574
Europe	27,555	233	27,788
US	5,266	31	5,297
Oceania	1,659	117	1,776
Middle East	1,182	112	1,294
	52,712	70,302	123,014

Note: 1) The EMS business is 92.7% (1H'25: 96.0%) derived from the export markets with the balance of 7.3% (1H'25: 4.0%) from the local (Malaysian) market.

2) The Cloud business is 38.8% (1H'25: 35.8%) derived from the overseas markets with the balance of 61.2% (1H'25: 64.2%) derived from the local (Malaysian) market.

(c) Sales to Major Customers

For the 6 months ended 30 June 2026, three (3) major international customers contributed more than 10% of the Group's revenue.

10. VALUATION OF PROPERTY, PLANT AND EQUIPMENT

There was no revaluation of property, plant and equipment during the financial quarter under review.

11. CHANGES IN COMPOSITION OF THE GROUP

There were no changes in the composition of the Group during the financial quarter ended 30 June 2026.

12. CONTINGENT ASSETS & LIABILITIES

As at the end of the quarter under review, the corporate guarantee for credit facilities granted to a subsidiary but not utilised as the Group has cash surplus was:-

	RM'000
K-One Industry Sdn Bhd	20,576

13. CAPITAL COMMITMENTS

There were no material capital commitments for the period under review.

14. SUBSEQUENT EVENT

Save as disclosed in note 21, there were no subsequent events which have a material impact on the financial statements under review.

15. PERFORMANCE REVIEW

(a) Current quarter compared to the corresponding quarter of last year (2Q'26 vs 2Q'25)

For the second quarter ended 30 June 2026, the K-One Group recorded sales revenue of RM69.2 million for the current quarter, representing an increase of 7% from RM64.5 million recorded in the corresponding quarter of the preceding year.

EMS Sales

EMS sales stood at RM26.4 million which was about the same as compared with RM26.5 million in the corresponding quarter last year. Although sales of electronic headlamps and supply of spare parts/sub-assemblies for maintenance of floorcare products softened, it was compensated by a surge in demand for medical/healthcare devices and data center ancillary equipment from existing customers and also a fair portion derived from new customers.

Cloud Sales

Cloud sales increased to RM42.8 million, representing an increase of 13% from RM38.0 million recorded in the corresponding quarter of the preceding year. The improvement was mainly attributable to higher cloud migration projects, managed services and recurring cloud subscription revenue. The streaming of new customers augmented the sales rise.

Earnings

The K-One Group recorded a profit of RM0.4 million in the current quarter as compared with RM0.3 million in the corresponding quarter last year.

The EMS business posted a loss of RM0.8 million, comparable to the loss of RM0.8 million recorded in the corresponding quarter of the preceding year. While revenue remained relatively steadfast, profitability was adversely impacted by higher operating expenses incurred during the quarter to prepare for impending business growth.

The Cloud business contributed a profit of RM1.2 million as compared to RM1.1 million in the corresponding quarter last year, primarily driven by higher revenue and a favourable project and service mix.

15. PERFORMANCE REVIEW (Cont'd)

(b) Current quarter versus the preceding quarter (2Q'26 vs 1Q'26)

The K-One Group recorded revenue of RM69.2 million for the current quarter, representing an increase of 42% from RM48.9 million recorded in the preceding quarter. The significant jump in sales was mainly attributed to stronger performance from both the EMS and Cloud businesses.

EMS Sales

EMS sales increased significantly to RM26.4 million, representing an increase of 73% from RM15.3 million in the preceding quarter. The improvement was mainly attributable to the commencement of production for several newly secured customers, including orders for medical devices and consumer electronic products while demand for electronic headlamps, floorcare products and industrial equipment rebounded to boost sales. In addition, demand for ancillary equipment supporting data center infrastructure continued to contribute positively to the EMS business.

Cloud Sales

Cloud sales increased to RM42.8 million, representing a notable increase of 27% from RM33.6 million in the preceding quarter. The increase was mainly driven by higher project implementation activities together with continued growth in recurring managed services and cloud subscription revenue.

Earnings

The K-One Group reported a profit of RM0.4 million as compared with a loss of RM2.6 million in 1Q'26.

The EMS business registered a loss of RM0.8 million representing a significant improvement from the RM2.8 million loss recorded in the preceding quarter. The improved performance was mainly attributable to higher sales volume, better production overhead absorption and improved operating leverage resulting from increased factory utilisation. The Group remains focused in strengthening its EMS operations through customer diversification, operational efficiency improvements and continued expansion into higher value-added manufacturing segments such as the medical/healthcare and industrial industries.

The Cloud business recorded a profit of RM1.2 million as compared to RM0.2 million in the preceding quarter. The stronger performance was mainly attributed to higher revenue, improved project delivery and recurring income.

16. COMMENTARY ON PROSPECTS AND TARGETS

For the first half of FY2026, the Group recorded revenue of RM118.1 million as compared with RM123.1 million in the corresponding period of the preceding year. The performance reflected a mixed contribution from the Group's business portfolios, with the Cloud business maintaining its growth momentum while the EMS business had a slow start in the beginning of the year but has since picked up positive momentum as the months unfolded. The Group remains focused on strengthening operational efficiency, improving cost management and positioning its businesses for stronger growth.

The Group will continue to strengthen its EMS business through a more focused customer and product strategy, particularly in higher-value segments including medical electronics, diagnostics and industrial applications. The Group will also continue to improve production utilisation and manage costs prudently. The Healthcare business will continue to explore opportunities to expand its product portfolio and market reach. As a recap, the EMS business has always been export-oriented with more than 90% on average derived from overseas markets since its inception in 2001. Since late last year, besides focusing on the overseas markets, it has re-calibrated its sales strategy to include tapping into the EMS business from multinationals based locally in Malaysia which may present promising business potential.

On 4 August 2026, the K-One Group via its wholly-owned subsidiary, K2 Meta Sdn Bhd entered into a conditional Share Purchase Agreement (SPA) for the disposal of its entire equity interest in G-AsiaPacific Sdn Bhd to ITOCHU Singapore Pte Ltd, Singapore and ITOCHU Corporation, Japan. The Proposed Disposal is expected to be completed in the fourth quarter of 2026 upon the fulfilment of the relevant conditions precedent. The SPA transaction is expected to unlock value for shareholders and strengthen the Group's financial position, enabling the Group to focus resources on its original core business (EMS) and future strategic initiatives.

Going forward, the K-One Group remains committed to maintaining financial discipline and pursuing strategic initiatives across its remaining core businesses i.e. EMS and Healthcare, as further elaborated in the ensuing business prospects, with a focus in strengthening its core capabilities, enhancing operational performance and creating long-term value for shareholders.

16. COMMENTARY ON PROSPECTS AND TARGETS (Cont'd)

EMS Business

1) The global expansion of data centers, driven by the increasing adoption of Artificial Intelligence (AI) and high-performance computing, continues to create new opportunities for the EMS business. Leveraging on its established manufacturing capabilities, the K-One Group is well-positioned to participate in the growing demand for ancillary equipment and related electronic manufacturing solutions supporting data center infrastructure.

2) The renewable energy sector continues to present attractive growth opportunities amid the global transition towards cleaner energy and increasing emphasis on energy security. Building on its experience in the development and manufacture of core peripherals used in solar panels, the Group is in the midst of securing a new large project in this segment for supply to an overseas customer.

3) The K-One Group will continue to strengthen its EMS business by expanding its customer base across targeted overseas markets, including Europe, Japan, Australia and Canada, while deepening engagements with selected Malaysian multinational corporations. Supported by its expertise in medical electronics, diagnostics and industrial applications, the Group remains focused on higher-value manufacturing opportunities, strategic collaborations in growth markets such as India, and strengthening its position as a trusted, compliant and reliable manufacturing partner through operational excellence, prudent supply chain management and quality-driven execution.

Healthcare Business

1) The collaboration with Mindray for the distribution of Automated External Defibrillators (AEDs) continues to gain momentum across manufacturing facilities, public infrastructure, commercial establishments and the broader non-hospital healthcare segment. Supported by growing awareness of workplace and public access defibrillation, the K-One Group remains focused on expanding market penetration while strengthening its presence as a trusted provider of emergency response and wellness solutions through customer education, training initiatives and comprehensive after-sales support.

2) Demand for the Healthcare business's Diversey hygiene-care solutions continues to be driven by increasing awareness of hygiene, infection prevention and sanitation standards across hospitals, aged-care facilities, hospitality establishments and the food and beverage sector. The Group continues to broaden its market reach through an integrated distribution strategy encompassing institutional customers, channel partners and digital commerce platforms, positioning the business to capture the growing demand for professional hygiene and infection control solutions.

16. COMMENTARY ON PROSPECTS AND TARGETS (Cont'd)

Healthcare Business (Cont'd)

3) The Healthcare business remains focused on expanding its product portfolio across emergency response, critical care and hospital applications through strategic collaborations with leading medical technology principals. These initiatives are expected to strengthen the K-One Group's healthcare offerings, broaden its market presence and create new revenue opportunities, while reinforcing its long-term position within the healthcare ecosystem.

Cloud Business

1) The Cloud business continues to demonstrate resilience, supported by increasing adoption of cloud technologies, digital transformation initiatives and growing demand for scalable cloud infrastructure solutions. Leveraging on its established cloud expertise, Premier status partnership with AWS and Google respectively and recurring revenue model, the business remains focused on expanding its customer base, strengthening its service offerings and capturing opportunities arising from the intense growth of cloud computing and artificial intelligence (AI)-driven workloads across ASEAN.

2) With the setting up of G-Asiapacific's Cloud Center of Excellence (CCOE) at its new corporate office located at Sunway Square, it is poised to transform its business from a traditional "reseller" model to a high-value "consultative" model, thereby helping to retain existing major customers and also capture more high-value enterprise customers moving forward.

3) The roll-out of the AWS's Strategic Collaboration Agreement (SCA) in providing various marketing incentives is making headways in bringing onboard high-value sales from enterprise customers and public sector clients in Malaysia and the ASEAN region.

The Group will continue to support the Cloud business in enhancing its market presence and delivering value-added solutions to customers until completion of the Proposed Disposal expected to be October 2026.

Looking ahead after the disposal of its Cloud business, the management of the K-One Group will have more time and resources to focus on the growth of its EMS and Healthcare businesses while at the same time pursuing strategic commercial collaborations, technology partnerships and co-development initiatives with companies engaged in emerging technologies. The Group continues to maintain a healthy balance sheet, supported by a strong cash position of RM47.3 million and no borrowings, providing the financial strength to navigate market uncertainties while pursuing strategic growth opportunities which are aplenty in the EMS business, hence is expected to assure sustainable and improving business performance moving forward.

17. INTANGIBLE ASSETS

Figures in RM'000	Ventilator Development	Software Development	Total
Cost			
At 1 January 2026/ 30 June 2026	3,659	388	4,047
Accumulated amortisation			
At 1 January 2026	1,226	326	1,552
Amortisation charged	-	12	12
At 30 June 2026	1,226	338	1,564
Net carrying value			
At 30 June 2026	2,433	50	2,483

Figures in RM'000	Ventilator Development	Software Development	Total
Cost			
At 1 January 2025	3,659	337	3,996
Addition	-	51	51
At 30 June 2025	3,659	388	4,047
Accumulated amortisation			
At 1 January 2025	-	304	304
Amortisation charged	-	10	10
At 30 June 2025	-	314	314
Net carrying value			
At 30 June 2025	3,659	74	3,733

18. INCOME TAX EXPENSE

	3 months ended		YTD 6 months ended	
	30.6.2026	30.6.2025	30.6.2026	30.6.2025
	RM'000	RM'000	RM'000	RM'000
Current corporate tax expense	476	370	501	654
Total Income Tax Expense	476	370	501	654

Income tax is calculated at the Malaysian statutory tax rate of 24% of the estimated assessable profit for the period.

19. PURCHASES OR SALES OF UNQUOTED SECURITIES AND PROPERTIES

There were no purchases or disposal of unquoted securities and properties during the financial quarter.

20. QUOTED SECURITIES

There were no purchases or disposal of quoted securities during the financial quarter under review.

21. CORPORATE PROPOSALS

Save as disclosed below, there were no other corporate proposals announced but not completed as at the date of this report:-

Proposed Disposal of G-AsiaPacific Sdn Bhd and its Subsidiaries
On 4 August 2026, K2 Meta Sdn Bhd, a wholly-owned subsidiary of K-One Technology Berhad, entered into a conditional share purchase agreement (SPA) for the proposed disposal of its entire equity interest comprising of 1,000,000 ordinary shares in G-AsiaPacific Sdn Bhd to ITOCHU Singapore Pte Ltd and ITOCHU Corporation for a cash consideration of RM94.0 million. The Proposed Disposal is expected to be completed by the fourth quarter of 2026 upon fulfilment of the conditions precedent stipulated in the SPA.

Proposed Capital Reduction and Repayment
On 12 August 2026, in conjunction with the Proposed Disposal, K-One Technology Berhad is undertaking a proposed capital reduction and repayment to facilitate the proposed special dividend distribution of part of the Disposal Consideration (Proposed Special Dividend Distribution). The Proposed Special Dividend Distribution would involve the repayment and distribution of an aggregate amount of up to RM75.0 million to all entitled shareholders.

22. BORROWINGS AND DEBTS SECURITIES

The Group has neither any secured nor unsecured borrowings as at 30 June 2026.

23. OFF BALANCE SHEET FINANCIAL INSTRUMENTS

As at the end of the current quarter and up to the date of this report, there are no off-balance sheet financial instruments which have a material impact to the financial statements under review.

24. CHANGES IN MATERIAL LITIGATION

As at the date of this report, the Group is not engaged in any material litigation as plaintiff or defendant and the Directors do not have any knowledge of any proceedings pending or threatened against the Group.

25. PROPOSED DIVIDEND

There was no dividend proposed in the current quarter and the previous corresponding quarter.

26. EARNINGS PER SHARE

The basic earnings per share is calculated by dividing the profit for the period attributable to equity holders of the Company by the weighted average number of ordinary shares in issue during the period.

Diluted earnings per share are based on the profit for the period attributable to equity holders of the Company and a weighted average number of ordinary shares outstanding after adjustment for the effects of all dilutive potential ordinary shares.

Basic/Diluted earnings per share

	3 months ended		YTD 6 months ended	
	30.6.2026	30.6.2025	30.6.2026	30.6.2025
Profit/(Loss) attributable to equity holders of the parent (RM'000)	433	320	(2,174)	990
Weighted average number of ordinary shares in issue ('000)	832,007	832,007	832,007	832,007
Basic/Diluted earnings/(loss) per ordinary share (sen)	0.05	0.04	(0.26)	0.12

27. AUTHORIZED FOR ISSUE

The interim financial statements are authorized for issue by the Board of Directors in accordance with a resolution of the Directors on 20 August 2026.

BY ORDER OF THE BOARD

LIM LI HEONG (MAICSA 7054716)
WONG MEE KIAT (MAICSA 7058813)
Company Secretaries

20 August 2026