

**FRONTKEN CORPORATION BERHAD**

(Co. No. 651020-T)  
(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2025**  
(The figures have not been audited)

	Individual Quarter				Cumulative Quarter			
	Current Year	Preceding Year			Current Year	Preceding Year		
	Quarter	Corresponding			To-date	Corresponding		
	31 Dec 2025	31 Dec 2024	Changes	(%)	31 Dec 2025	31 Dec 2024	Changes	(%)
	RM '000	RM '000	RM'000	(%)	RM '000	RM '000	RM'000	(%)
Revenue	156,897	149,458	7,439	5	607,760	569,205	38,555	7
Operating expenses	(94,920)	(96,932)	2,012	(2)	(381,192)	(368,109)	(13,083)	4
Profit before depreciation and finance costs	61,977	52,526	9,451	18	226,568	201,096	25,472	13
Depreciation	(5,316)	(5,027)			(21,455)	(20,683)		
Finance costs	(194)	(177)			(752)	(795)		
Other operating income	5,838	5,764			19,375	18,811		
Profit before tax	62,305	53,086	9,219	17	223,736	198,429	25,307	13
Taxation	(14,593)	(10,791)	(3,802)	35	(55,228)	(47,348)	(7,880)	17
Profit after tax	47,712	42,295	5,417	13	168,508	151,081	17,427	12
Profit after tax attributable to :								
Owners of the Company	43,838	38,096	5,742	15	154,227	136,806	17,421	13
Non-controlling interests	3,874	4,199			14,281	14,275		
Profit for the year	47,712	42,295			168,508	151,081		
Profit for the year	47,712	42,295			168,508	151,081		
Other comprehensive expense:								
Actuarial gain	(44)	195			(44)	195		
Foreign currency translation	(46,421)	27,376			(41,625)	(52,486)		
Total comprehensive income for the year	1,247	69,866			126,839	98,790		
Total comprehensive income attributable to:								
Owners of the Company	258	63,783			114,808	88,061		
Non-controlling interests	989	6,083			12,031	10,729		
Total comprehensive income for the year	1,247	69,866			126,839	98,790		
Earnings per share attributable to equity holders of the company :								
Basic (sen)	2.69	2.41			9.65	8.67		
Diluted (sen)	2.62	2.39			9.55	8.60		

The condensed consolidated income statement is to be read in conjunction with the accompanying notes to the interim financial report.

The comparative figures are based on audited financial statements of the Company for the financial year ended 31 December 2024.

**FRONTKEN CORPORATION BERHAD**

(Co. No. 651020-T)  
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**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER 2025**

(The figures have not been audited)

	<b>Unaudited 31 Dec 2025 RM'000</b>	<b>Audited 31 Dec 2024 RM'000</b>
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	238,378	226,646
Right-of-use assets	30,785	30,751
Other receivables and prepaid expenses	826	871
Goodwill on consolidation	33,761	33,761
Deferred tax assets	3,033	1,553
<b>Total non-current assets</b>	<u>306,783</u>	<u>293,582</u>
<b>Current assets</b>		
Inventories	21,726	21,236
Trade receivables	120,203	140,567
Other receivables, deposits and prepaid expenses	11,761	14,546
Current tax assets	63	20
Short-term investments	293,489	42,144
Fixed deposits with licensed banks	181,483	123,252
Cash and bank balances	366,155	353,196
<b>Total current assets</b>	<u>994,880</u>	<u>694,961</u>
<b>Total assets</b>	<u>1,301,663</u>	<u>988,543</u>
<b>EQUITY AND LIABILITIES</b>		
<b>Capital and reserve</b>		
Share capital	449,666	155,607
Treasury shares	(9,661)	(3,739)
Reserves	596,075	552,588
Share application money	-	16,108
Equity attributable to owners of the Company	<u>1,036,080</u>	<u>720,564</u>
Non-controlling interests	53,907	52,343
<b>Total equity</b>	<u>1,089,987</u>	<u>772,907</u>
<b>Non-current liabilities</b>		
Bank borrowing	-	15
Lease liabilities	26,061	26,100
Other payables	204	173
Deferred tax liabilities	1,504	1,541
<b>Total non-current liabilities</b>	<u>27,769</u>	<u>27,829</u>
<b>Current liabilities</b>		
Trade payables	19,291	27,295
Other payables and accrued expenses	130,145	132,542
Bank borrowing	15	34
Lease liabilities	2,829	2,633
Current tax liabilities	31,627	25,303
<b>Total current liabilities</b>	<u>183,907</u>	<u>187,807</u>
<b>Total liabilities</b>	<u>211,676</u>	<u>215,636</u>
<b>Total equity and liabilities</b>	<u>1,301,663</u>	<u>988,543</u>
<b>Net assets per share attributable to owners of the parents (RM)</b>	0.65	0.46

The condensed consolidated balance sheet is to be read in conjunction with the accompanying notes to the interim financial report.

The comparative figures are based on audited financial statements of the Company for the financial year ended 31 December 2024.

**FRONTKEN CORPORATION BERHAD**

(Co. No. 651020-T)  
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**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31 DECEMBER 2025**

(The figures have not been audited)

	← Non-distributable →					Distributable	Attributable to owners of the Company	Non-controlling interests	Total
	Share capital	Treasury shares	Foreign currency translation reserve	Statutory reserve	Share application money				
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Balance at 1 January 2025	155,607	(3,739)	12,327	56,140	16,108	484,121	720,564	52,343	772,907
Other comprehensive (expenses)/income recognised for the period:									
Defined benefit plan actuarial gain	-	-	-	-	-	(43)	(43)	(1)	(44)
Foreign currency translation	-	-	(39,376)	-	-	-	(39,376)	(2,249)	(41,625)
Profit for the period	-	-	-	-	-	154,227	154,227	14,281	168,508
<b>Total comprehensive income for the period</b>	<b>-</b>	<b>-</b>	<b>(39,376)</b>	<b>-</b>	<b>-</b>	<b>154,184</b>	<b>114,808</b>	<b>12,031</b>	<b>126,839</b>
Dividend									
- by the Company	-	-	-	-	-	(63,576)	(63,576)	-	(63,576)
- by subsidiaries to non-controlling interests	-	-	-	-	-	-	-	(4,930)	(4,930)
Exercise of warrants	294,059	-	-	-	(16,108)	-	277,951	-	277,951
Purchase of treasury shares	-	(5,940)	-	-	-	-	(5,940)	-	(5,940)
Treasury shares sold	-	18	-	-	-	48	66	-	66
Transfer to statutory reserve	-	-	-	12,468	-	(12,468)	-	-	-
Changes in ownership interests in a subsidiary that do not result in loss of control	-	-	-	-	-	(7,793)	(7,793)	(5,537)	(13,330)
<b>Balance at 31 December 2025</b>	<b>449,666</b>	<b>(9,661)</b>	<b>(27,049)</b>	<b>68,608</b>	<b>-</b>	<b>554,516</b>	<b>1,036,080</b>	<b>53,907</b>	<b>1,089,987</b>

**CORRESPONDING YEAR CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31 DECEMBER 2024**

	← Non-distributable →					Distributable	Attributable to owners of the Company	Non-controlling interests	Total
	Share capital	Treasury shares	Foreign currency translation reserve	Statutory reserve	Share application money				
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Balance at 1 January 2024	118,441	(3,739)	61,250	45,543	-	419,672	641,167	46,735	687,902
Other comprehensive (expense)/income recognised for the period:									
Defined benefit plan actuarial gain	-	-	-	-	-	178	178	17	195
Foreign currency translation	-	-	(48,923)	-	-	-	(48,923)	(3,563)	(52,486)
Profit for the period	-	-	-	-	-	136,806	136,806	14,275	151,081
<b>Total comprehensive income for the period</b>	<b>-</b>	<b>-</b>	<b>(48,923)</b>	<b>-</b>	<b>-</b>	<b>136,984</b>	<b>88,061</b>	<b>10,729</b>	<b>98,790</b>
Dividend									
- by the Company	-	-	-	-	-	(61,500)	(61,500)	-	(61,500)
- by subsidiaries to non-controlling interests	-	-	-	-	-	-	-	(5,511)	(5,511)
Exercise of warrants	37,166	-	-	-	-	-	37,166	-	37,166
Shares pending allotment	-	-	-	-	16,108	-	16,108	-	16,108
Transfer to statutory reserve	-	-	-	10,597	-	(10,597)	-	-	-
Changes in ownership interests in a subsidiary that do not result in loss of control	-	-	-	-	-	(438)	(438)	390	(48)
<b>Balance at 31 December 2024</b>	<b>155,607</b>	<b>(3,739)</b>	<b>12,327</b>	<b>56,140</b>	<b>16,108</b>	<b>484,121</b>	<b>720,564</b>	<b>52,343</b>	<b>772,907</b>

The condensed consolidated statement of changes in equity is to be read in conjunction with the accompanying notes to the interim financial report.

**FRONTKEN CORPORATION BERHAD**

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**CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS FOR THE YEAR ENDED 31 DECEMBER 2025**

(The figures have not been audited)

	<b>CUMULATIVE QUARTER</b>	
	<b>Current Year To Date</b>	<b>Preceding Corresponding Year</b>
	<b>31 Dec 2025 RM'000</b>	<b>31 Dec 2024 RM'000</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit before tax	223,736	198,429
Adjustments for:		
Depreciation of property, plant and equipment	18,179	17,285
Depreciation of right-of-use assets	3,276	3,398
Interest expense	752	795
Unrealised loss/(gain) on foreign exchange	9,774	(4,208)
Interest income	(11,251)	(7,367)
Gains on lease termination	(2)	(1)
Gain on disposal of short-term investment	-	(130)
Gain on disposal of property, plant and equipment	(25)	-
Reversal of allowance for impairment losses on receivables	(47)	-
Property, plant and equipment written off	28	144
Fair value gain on short-term investments	(2,942)	(1,615)
Inventories written down	73	290
Operating profit before working capital changes	241,551	207,020
Inventories	(1,584)	(677)
Trade receivables	13,528	(29,220)
Other receivables, deposits and prepaid expenses	2,856	1,759
Trade payables	(7,224)	5,421
Other payables and accrued expenses	2,531	22,932
Cash generated from operations	251,658	207,235
Taxes paid	(48,854)	(40,609)
Net cash from operating activities	202,804	166,626
<b>CASH FLOWS FOR INVESTING ACTIVITIES</b>		
Interest received	11,251	7,367
Additional investment in an existing subsidiary	(13,330)	-
Purchase of property, plant and equipment	(42,629)	(24,806)
Purchase of short-term investments	(248,887)	(9,702)
Proceeds from disposal of short-term investments	-	1,661
Proceeds from disposal of property, plant and equipment	25	-
Net withdrawal of fixed deposits with licensed banks	(6,471)	4,220
Net cash for investing activities	(300,041)	(21,260)

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	<b>CUMULATIVE QUARTER</b>	
	<b>Current Year To Date 31 Dec 2025 RM'000</b>	<b>Preceding Corresponding Year 31 Dec 2024 RM'000</b>
<b>CASH FLOWS FOR FINANCING ACTIVITIES</b>		
Interest paid	(752)	(795)
Dividend paid by the Company	(63,576)	(61,501)
Dividend paid by subsidiaries to non-controlling interests	(3,795)	(7,711)
Drawdown of term loans	3,500	-
Repayment of bank borrowings	(3,534)	(33)
Payment of lease liabilities	(3,171)	(3,208)
Treasury shares acquired	(5,940)	-
Treasury shares sold	66	-
Proceeds from exercise of warrants	277,951	37,166
Proceeds from warrant holders	-	16,108
Net cash from/(for) financing activities	200,749	(19,974)
<b>NET INCREASE IN CASH AND CASH EQUIVALENTS</b>	103,512	125,392
<b>CASH AND CASH EQUIVALENTS AT BEGINNING OF FINANCIAL YEAR</b>	469,112	374,380
<b>EFFECT OF EXCHANGE DIFFERENCES</b>	(38,418)	(30,660)
<b>CASH AND CASH EQUIVALENTS AT END OF FINANCIAL YEAR</b>	534,206	469,112
<b>THE CASH AND CASH EQUIVALENTS COMPRISE:</b>		
Cash and bank balances	366,155	353,196
Fixed deposits with licensed banks	181,483	123,252
	547,638	476,448
Less: Fixed deposits pledged with banks	(505)	(517)
Less: Fixed deposits with maturity more than 3 months	(12,927)	(6,819)
Cash and cash equivalents	534,206	469,112

The condensed consolidated cash flow statement is to be read in conjunction with the accompanying notes to the interim financial report.

The comparative figures are based on audited financial statements of the Company for the financial year ended 31 December 2024.

**QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2025****A NOTES TO THE INTERIM FINANCIAL REPORT****A1. Basis of preparation**

The interim financial statements are unaudited and have been prepared in accordance with the reporting requirements outlined in the Malaysian Financial Reporting Standards ("MFRS") No.134 : Interim Financial Reporting, and Paragraph 9.22 of Bursa Malaysia Securities Berhad ("Bursa Securities") Main Market Listing Requirements and should be read in conjunction with the Company's audited financial statements for the financial year ended 31 December 2024.

The 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 Frontken Corporation Berhad ("FCB" or "the Company") and its subsidiaries since the financial year ended 31 December 2024.

The significant accounting policies adopted are consistent with those of the audited financial statements for the year ended 31 December 2024 except for those standards, amendments and interpretations which are effective from the annual period beginning 1 January 2025. The adoption of the MFRSs and Amendments do not have significant impact on the financial statements of the Group.

**A2. Audit qualification**

The auditors' report in respect of the audited consolidated financial statements of FCB for the financial year ended 31 December 2024 was not subjected to any qualification.

**A3. Seasonality or cyclicity of interim operations**

The Group's business operations were not materially affected by any seasonal or cyclical factors during the quarter under review.

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

There were no items or events that arose, which affected the assets, liabilities, equity, net income or cash flows, of the Group that are unusual by reason of their nature, size or incidence during the current quarter.

**A5. Material changes in estimates**

The Company has not issued any revenue or profit estimate, forecast or target.

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**A6. Issuance, cancellations, repurchases, resale and repayments of debt and equity securities**

Save as disclosed below, there was no issuance, cancellation, repurchase, resale and repayment of debt and equity securities during the current quarter.

During the quarter ended 31 December 2025, the Company increased its issued share capital by way of issuance of 59,106,500 ordinary shares pursuant to the exercise of 59,106,500 warrants at an exercise price of RM4 each.

As at 31 December 2025, the Company held 9,096,550 repurchased shares as treasury shares out of its total issued and paid-up share capital of 1,662,958,975 ordinary shares. Such treasury shares are held at a carrying amount of RM9,661,278.

**A7. Dividends**

During the financial year ended 30 December 2025, the Company paid the following dividend:

Second single tier dividend on 21 April 2025, in respect of the financial year ended 31 December 2024, of 2.0 sen per ordinary share on 1,585,544,575 shares, amounting to RM31,710,892.

First single tier dividend on 7 October 2025, in respect of the financial year ended 31 December 2025, of 2.0 sen per ordinary share on 1,593,255,925 shares, amounting to RM31,865,118.



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**A8. Segmental information**

The breakdown of the Group's revenue and results by geographical regions for the quarter ended 31 December 2025 are set out below. Revenue and results by geographical sales were based on the location of the Group's subsidiaries.

**Current Quarter  
31 December 2025**

	<u>Singapore</u>	<u>Malaysia</u>	<u>Philippines</u>	<u>Indonesia</u>	<u>Taiwan</u>	<u>Total</u>
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
<u>Segment Revenue</u>						
External revenue	13,656	23,701	3,893	-	115,647	156,897
Inter-companies revenue	39	599	-	-	55	693
Total revenue	13,695	24,300	3,893	-	115,702	157,590

Segment Results

Operating profit	2,400	605	682	27	54,929	58,643
Interest income						3,856
Finance cost						(194)
Profit before taxation						62,305

**Current Year-to-date  
31 December 2025**

<u>Segment Revenue</u>						
External revenue	53,875	87,832	16,989	-	449,064	607,760
Inter-companies revenue	380	2,584	-	-	243	3,207
Total revenue	54,255	90,416	16,989	-	449,307	610,967



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**Current Year-to-date  
31 December 2025**

	<u>Singapore</u>	<u>Malaysia</u>	<u>Philippines</u>	<u>Indonesia</u>	<u>Taiwan</u>	<u>Elimination</u>	<u>Total</u>
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
<u>Segment Results</u>							
Operating profit	8,166	9,421	3,523	(673)	192,800	-	213,237
Interest income							11,251
Finance cost							(752)
Profit before taxation							<u>223,736</u>
<u>Assets</u>							
Non-current assets							
- Property, plant and equipment	14,000	24,078	1,119	465	198,716	-	238,378
- Right-of-use assets	5,108	3,918	3,460	646	17,653	-	30,785
- Deferred tax assets	-	-	21	-	3,012	-	3,033
- Goodwill	-	33,761	-	-	-	-	33,761
- Other receivables	-	-	-	-	826	-	826
Current assets	44,271	295,383	22,595	338	605,403	26,890	994,880
Consolidated total assets							<u>1,301,663</u>
<u>Liabilities</u>							
Tax liabilities	1,865	1,688	108	-	29,470	-	33,131
Segment liabilities	12,728	23,237	4,207	8,558	144,634	(14,819)	178,545
Consolidated total liabilities							<u>211,676</u>

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**A9. Profit before tax**

Profit before tax is arrived at after crediting/(charging) the following:

	<b>Current Quarter 31 Dec 2025 RM'000</b>	<b>Current Year-to-date 31 Dec 2025 RM'000</b>
Fair value gain on short-term investments	1,334	2,942
Gain on disposal of property, plant and equipment	-	25
Interest income	3,856	11,251
Depreciation of property, plant and equipment	(4,502)	(18,179)
Depreciation of right-of-use assets	(814)	(3,276)
Interest expense	(194)	(752)
Inventories written down	(23)	(73)
Realised exchange loss	72	(123)
Unrealised exchange gain/(loss)	3,609	(9,774)

**A10. Valuation of property, plant and equipment**

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

**A11. Material events subsequent to the end of the quarter**

There were no material events subsequent to the end of the current quarter under review up to the date of this report.

**A12. Changes in the composition of the Group**

Save as disclosed below, there were no changes in the composition of the Group for the current quarter under review.

**A13. Contingent liabilities**

As at 31 December 2025, the Group has no contingent liabilities which, upon crystallisation would have a material impact on the financial position of the Group.

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**A14. Cash and cash equivalents**

	<b>As at 31 Dec 2025</b>
	<b>RM'000</b>
Cash at bank	366,113
Cash on hand	42
Fixed deposits with licensed banks	181,483
	547,638
Less: Fixed deposits pledged with banks	(505)
Less: Fixed deposits with maturity more than 3 months	(12,927)
	534,206

**A15. Significant related party transactions**

	<b>Current Quarter 31 Dec 2025</b>	<b>Current Year-to-date 31 Dec 2025</b>
	<b>RM'000</b>	<b>RM'000</b>
Sales to AMT	6	57
Sales to A&I	-	21
Purchase from TTM	60	650
Sales to TTM	2	12
Rental payable to AMT	36	144
Rental payable to a director of a subsidiary	30	120

<b>Name of Related Parties</b>	<b>Relationship</b>
AMT	Sia Chiok Meng, a Director of FEM, is also a director and substantial shareholder of AMT.
A&I	Sia Chiok Meng, a director of FEM, is also a director and substantial shareholder of A&I.
TTM	Mohd Shukri Bin Hitam and Fauziah Binti Hamlawi, directors and shareholders of TTES, are also directors and shareholders of TTM.

Abbreviations:

<i>AMT</i>	<i>AMT Engineering Sdn Bhd</i>	<i>FEM</i>	<i>Frontken (East Malaysia) Sdn Bhd</i>
<i>A&amp;I</i>	<i>A&amp;I Engine Rebuilders Sdn Bhd</i>	<i>TTM</i>	<i>Tenaga-Tech (M) Sdn Bhd</i>
<i>TTES</i>	<i>TTES Frontken Integrated Services Sdn. Bhd.</i>		

**A16. Capital commitments**

Capital expenditure of the Group approved by the Directors but not provided for in the condensed financial statements are as follows:

	<b>As at 31 Dec 2025</b>
	<b>RM'000</b>
Plant and equipment	7,871

**B. ADDITIONAL INFORMATION REQUIRED BY THE LISTING REQUIREMENTS****B1. Analysis of performance**Current quarter's performance against the quarter ended 31 December 2024

The Group's revenue for the current quarter ended 31 December 2025 increased by approximately 5% compared to the preceding year corresponding quarter mainly due to higher contributions from our subsidiaries in Taiwan. The revenue for our Taiwan subsidiary increased by 20% year-on-year. Volume in the semi-conductor space increased mainly due to higher demand and strong orders from our customers in Taiwan.

Against the same period last year, the Group's profit after tax ("PAT") increased by 13% or RM5.4 million primarily due to improved revenue with effective costs control.

If the exchange rates used for translation of our foreign subsidiaries' results remain the same as of 31 December 2024, the Group's revenue and PAT would have increased by RM9.3 million or 6% and RM6.2 million or 15% respectively.

Current 12 months period's performance against the 12 months period ended 31 December 2024

The Group's revenue of RM607.8 million for the current year ended 31 December 2025 was RM38.6 million or 7% higher than that achieved last year. This improvement was mainly driven by our Taiwan subsidiary which reported a 17% increase in revenue due to higher customer demand and strong order intake. However, if we look at it on a like-for-like basis based on New Taiwan Dollar, revenue and operating profit from our Taiwan subsidiary would have reflected an even stronger growth of 22% and 26% respectively.

Against the same period last year, the PAT for the Group increased by 12% or RM17.4 million as a result of improved revenue with effective costs control. Assuming that the foreign exchange rates used to translate our foreign subsidiaries' results remain the same as of 31 December 2024, the Group's PAT would have increased by RM24.0 million or 16% year-on-year.

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**B2. Comparison with immediate preceding quarter**

	<b>4<sup>th</sup> Quarter 31 Dec 2025</b>	<b>3<sup>rd</sup> Quarter 30 Sep 2025</b>
	<b>RM'000</b>	<b>RM'000</b>
Revenue	156,897	161,872
Profit before tax	62,305	65,110
Profit after tax	47,712	50,140
Profit attributable to owners of the Company	43,838	45,833

The Group's revenue decreased marginally sequentially mainly due to lower contributions from our subsidiaries. If we were to exclude the impact of foreign exchange and withholding tax, for a like-to-like comparison, the Group's PAT would have decreased by only 3%. However, if we look at it on a like-for-like basis based on New Taiwan Dollar, revenue from our Taiwan subsidiary would have recorded a growth of 3%.

**B3. Prospects**

The year 2025 was another remarkable year for the Group, achieving a historical high PAT of RM168.5 million, profit attributable to shareholders of RM154.2 million and EBITDA of RM245.9 million. This milestone reflects robust business growth underpinned by disciplined cost management.

Looking ahead, the Group remains optimistic about the long-term growth potential of the semiconductor industry, with continued strong demand from the artificial intelligence ("AI") and high-performance computing ("HPC") sectors.

The accelerated adoption of AI and other transformative technologies, particularly in next-generation computing, hyperscale data centers and smart devices, is expected to drive continued demand for advanced semiconductor components and high-value services. These developments strengthen the Group's growth prospects, and we remain focused on enhancing our core competencies through capacity expansion and operational excellence.

While macroeconomic uncertainties such as geopolitical tensions, trade disputes, and tariff policies persist, the Group is confident in its resilience and adaptability. We are committed to deepening collaboration across the supply chain and strengthening strategic partnerships to ensure sustainable growth. At the same time, the Group is continuing to explore potential opportunities in regions where it currently does not have a presence. Concurrently, we are also expanding our capacity in Taiwan to better support our customers' demand.

As for oil and gas segment, we are cautiously optimistic that our business will continue to grow and order volumes will increase in 2026, with steady results supported by ongoing contracts.

Amid these dynamic conditions, we continue to prioritize operational efficiency, research and development and cost discipline. Our focus remains on delivering high-quality services and continuously enhancing our capabilities to maintain competitiveness and create long-term value for our stakeholders.

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**B4. Variance in profit forecast**

Not applicable as no profit forecast or profit guarantee has been announced or disclosed in a public document previously.

**B5. Taxation**

	<b>Current Quarter 31 Dec 2025</b>	<b>Current Year-to-date 31 Dec 2025</b>
	<b>RM'000</b>	<b>RM'000</b>
Income tax	13,919	51,325
Deferred tax	126	35
Withholding tax	548	3,868
	14,593	55,228

Excluding the withholding tax paid for the dividend received from our Taiwan subsidiary, the Group's effective tax rate for the year under review is lower than the statutory tax rate principally due to relatively lower statutory tax rate of overseas subsidiaries.

**B6. Status of corporate proposals**

There were no corporate proposals that were announced but not completed.

**B7. Group borrowings**

The Group's borrowings as at 31 December 2025 are as follows:

	<b>As at 31 Dec 2025</b>		<b>As at 31 Dec 2024</b>	
	<b>Foreign currencies RM'000</b>	<b>RM'000</b>	<b>Foreign currencies RM'000</b>	<b>RM'000</b>
<u>Short-term</u>				
Hire Purchase Payables				
- Ringgit Malaysia	-	15	-	34
		15		34
<u>Long-term</u>				
Hire Purchase Payables				
- Ringgit Malaysia	-	-	-	15
		15		49
		15		49

The Group's borrowings are denominated in functional currency.

**B8. Material litigations**

The Group is not engaged in any material litigation, claim or arbitration, either as plaintiff or defendant and the Board does not know of any proceedings pending or threatened, or of any fact likely to give rise to any proceedings, which might materially affect the financial position or business of the Group as at 24 February 2026.

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**B9. Earnings per share (“EPS”)**

**(a) Basic EPS**

The calculation of the basic EPS is based on the net profit for the financial period under review divided by the weighted average number of ordinary shares in issue after deducting treasury shares.

	<b>Current Quarter</b>	<b>Preceding Corres- ponding Quarter</b>	<b>Current Year-to- date</b>	<b>Preceding Corres- ponding Year-to- date</b>
Profit attributable to owners of the Company (RM'000)	43,838	38,096	154,227	136,806
Weighted average number of shares in issue ('000)	1,631,120	1,582,148	1,597,716	1,577,102
Basic EPS (sen)	<u>2.69</u>	<u>2.41</u>	<u>9.65</u>	<u>8.67</u>

**b) Diluted EPS**

The calculation of the diluted EPS is based on the net profit for the financial period under review divided by the weighted average number of ordinary shares in issue, adjusted for treasury shares and the effects of dilutive potential ordinary shares resulting from conversion of warrants.

	<b>Current Quarter</b>	<b>Preceding Corres- ponding Quarter</b>	<b>Current Year-to- date</b>	<b>Preceding Corres- ponding Year-to- date</b>
Profit attributable to owners of the Company (RM'000)	43,838	38,096	154,227	136,806
Weighted average number of shares in issue (Basic) ['000]	1,631,120	1,582,148	1,597,716	1,577,102
Effect of dilution - warrants	39,529	11,917	16,954	14,201
Weighted average number of shares in issue and issuable (Diluted) ['000]	<u>1,670,649</u>	<u>1,594,065</u>	<u>1,614,670</u>	<u>1,591,303</u>
Diluted EPS (sen)	<u>2.62</u>	<u>2.39</u>	<u>9.55</u>	<u>8.60</u>



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**B10. Dividends**

No dividend was declared for the current quarter ended 31 December 2025.

This report has been approved by the Board of Directors on 24 February 2026.