

TASHIN HOLDINGS BERHAD (REG NO.: 201701028709 (1242878-H))
UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE SECOND (2ND) QUARTER ENDED 30 JUNE 2025⁽¹⁾

	Note	Individual Quarter		Cumulative Quarter	
		Current Year Quarter 01.04.2025 to 30.06.2025 Unaudited RM'000	Preceding year Corresponding Quarter 01.04.2024 to 30.06.2024 Unaudited RM'000	Current Year To-date 01.01.2025 to 30.06.2025 Unaudited RM'000	Preceding year Corresponding Period 01.01.2024 to 30.06.2024 Unaudited RM'000
Revenue	A9	81,427	98,412	167,673	186,152
Cost of sales		(75,729)	(93,137)	(156,021)	(173,235)
Gross profit ("GP")		5,698	5,275	11,652	12,917
Other operating income		632	945	1,316	1,213
Operating expenses		(5,918)	(4,967)	(11,628)	(10,514)
Profit from operation		412	1,253	1,340	3,616
Finance costs		(509)	(567)	(1,191)	(1,137)
Interest income		139	123	266	280
Profit before tax ("PBT")	B11	42	809	415	2,759
Tax income / (expenses)	B6	46	(263)	(87)	(623)
Profit for the period ("PAT")		88	546	328	2,136
Profit for the financial period attributable to:					
- Owners of the Company		88	546	328	2,136
Total Comprehensive income for the financial period attributable to:					
- Owners of the Company		88	546	328	2,136
Earnings per share attributable to owners of the Company					
- Basic (sen) ⁽²⁾	B10	0.03	0.16	0.09	0.61
- Diluted (sen) ⁽³⁾	B10	0.03	0.16	0.09	0.61

Notes:

- (1) The Unaudited Condensed Consolidated Statement of Profit or Loss and Other Comprehensive income should be read in conjunction with the audited financial statements for the financial year ended 31 December 2024 and the accompanying explanatory notes attached to this interim financial report.
- (2) Based on weighted average number of ordinary shares outstanding during the period under review.
- (3) Diluted earnings per share of the Company for the individual quarter ended 30 June 2025 and cumulative quarter is equivalent to the basic earnings per share as the Company does not have any convertible options as at the end of the reporting period.

TASHIN HOLDINGS BERHAD (REG NO.: 201701028709 (1242878-H))
UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2025⁽¹⁾

	UNAUDITED AS AT 30.06.2025 RM'000	AUDITED AS AT 31.12.2024 RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	146,469	146,450
Total non-current assets	146,469	146,450
Current assets		
Inventories	114,918	139,226
Trade receivables	66,355	73,034
Other receivables	1,455	2,416
Current tax assets	2,730	2,779
Cash and bank balances	23,484	18,461
Total current assets	208,942	235,916
TOTAL ASSETS	355,411	382,366
EQUITY AND LIABILITIES		
Equity		
Share Capital	179,242	179,242
Reserves	90,630	90,302
Total Equity	269,872	269,544
Liabilities		
Non-current liabilities		
Lease liabilities	453	272
Provision for retirement benefits	2,126	2,100
Deferred tax liabilities	14,656	14,936
Total non-current liabilities	17,235	17,308
Current liabilities		
Trade payables	24,014	19,766
Other payables	4,177	5,209
Borrowings	39,858	70,221
Derivate liabilities	-	9
Lease liabilities	255	309
Total current liabilities	68,304	95,514
TOTAL LIABILITIES	85,539	112,822
TOTAL EQUITY AND LIABILITIES	355,411	382,366
Net assets per share attributable to ordinary equity holders of the parent (RM)	0.77	0.77

Note:

- (1) The Unaudited Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited financial statements for the financial year ended 31 December 2024 and the accompanying explanatory notes attached to this interim financial report.

TASHIN HOLDINGS BERHAD (REG NO.: 201701028709 (1242878-H))
UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY
FOR THE SECOND (2ND) QUARTER ENDED 30 JUNE 2025⁽¹⁾

	Attributable to owners of the parent				Total Equity RM'000
	----- Share Capital RM'000	Non-distributable Merger Reserve RM'000	----- Revaluation Reserve RM'000	Distributable Retained Earnings RM'000	
As at 1.1.2024	179,242	(124,831)	21,820	181,817	258,048
Total comprehensive income	-	-	-	2,136	2,136
Transfer due to crystallisation of revaluation reserves	-	-	(403)	403	-
As at 30.06.2024	179,242	(124,831)	21,417	184,356	260,184
As at 1.1.2025	179,242	(124,831)	39,226	175,907	269,544
Total comprehensive income	-	-	-	328	328
Transfer due to crystallisation of revaluation reserves	-	-	(691)	691	-
As at 30.06.2025	179,242	(124,831)	38,535	176,926	269,872

Note:

- (1) The basis of preparation of the Unaudited Condensed Consolidated Statements of Changes in Equity should be read in conjunction with the audited financial statements for the financial year ended 31 December 2024 and the accompanying explanatory notes attached to this interim financial report.

TASHIN HOLDINGS BERHAD (REG NO.: 201701028709 (1242878-H))
UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS
FOR THE SECOND (2ND) QUARTER ENDED 30 JUNE 2025⁽¹⁾

	Unaudited 30.06.2025 RM'000	Unaudited 30.06.2024 RM'000
Cash Flows From Operating Activities		
Profit before tax	415	2,759
Adjustments for:		
Non-cash items	3,928	2,901
Non-operating items	925	857
Operating profit before working capital changes	5,268	6,517
Net change in current assets	31,345	(18,195)
Net change in current liabilities	3,104	11,961
Interest received	266	280
Tax paid	(318)	(770)
Net cash generated/ (used in) operating activities	39,665	(207)
Cash Flows From Investing Activities		
Proceeds from disposal of property, plant and equipment	102	282
Purchases of property, plant and equipment	(2,968)	(489)
Net cash used in investing activities	(2,866)	(207)
Cash Flows From Financing Activities		
(Repayment)/ Drawdown of borrowings	(30,363)	2,931
Repayment of lease liabilities	(244)	(220)
Interest paid	(1,169)	(1,125)
Net cash (used in)/ from financing activities	(31,776)	1,586
Net increase in cash and cash equivalents	5,023	1,172
Cash and cash equivalents at the beginning of the financial year	18,461	25,512
Cash and cash equivalents at the end of the financial period	23,484	26,684

Note:

- (1) The basis of preparation of the Unaudited Condensed Consolidated Statement of Cash Flows should be read in conjunction with the audited financial statements for the financial year ended 31 December 2024 and the accompanying explanatory notes attached to this interim financial report.

TASHIN HOLDINGS BERHAD (REG NO.: 201701028709 (1242878-H))

A. NOTES TO THE INTERIM FINANCIAL REPORT

A1. Basis of preparation

The interim financial report of Tashin Holdings Berhad (“TASHIN” or “the Company”) and its subsidiaries (“the Group”) are unaudited and have been prepared in accordance with the requirements of Malaysian Financial Reporting Standards (“MFRS”) No. 134: Interim Financial Reporting and Rule 9.22 of Listing Requirements.

This interim financial report should be read in conjunction with the audited financial statements for the financial year ended 31 December 2024 and the accompanying notes attached to this interim financial report.

A2. Summary of Significant Accounting Policies

- (a) The significant accounting policies and methods of computation adopted by the Group in this interim financial report are consistent with those adopted as disclosed in the audited financial statements for the financial year ended 31 December 2024, except for the adoption of the following MFRSs, Amendments to MFRSs and new Interpretations effective for the financial periods beginning on or after 1 January 2025.

Title	Effective Date
Amendments to MFRS 121 <i>Lack of Exchangeability</i>	1 January 2025
Amendments to MFRS 9 and MFRS 7 <i>Amendments to the Classification and Measurement of Financial Instruments</i>	1 January 2026
<i>Annual Improvements to MFRS Accounting Standards—Volume 11</i>	1 January 2026
Amendments to MFRS 9 and MFRS 7 <i>Contracts Referencing Nature-dependent Electricity</i>	1 January 2026
MFRS 18 <i>Presentation and Disclosure in Financial Statements</i>	1 January 2027
MFRS 19 <i>Subsidiaries without Public Accountability: Disclosures</i>	1 January 2027
Amendments to MFRS 10 and MFRS 128 <i>Sale or Contribution of Assets between an Investor and its Associate or Joint Venture</i>	Deferred

The above standards, amendments and annual improvements do not have significant impact on the financial reporting of the Group.

A3. Auditors’ report on preceding annual financial statements

The auditors’ report for the financial year ended 31 December 2024 of Tashin Group was not subject to any qualification.

A4. Seasonal or cyclical factors

The Group faces minor seasonal fluctuations during the major festive seasons celebrations.

A5. Unusual items affecting assets, liabilities, equity, net income or cash flows

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

A. NOTES TO THE INTERIM FINANCIAL REPORT (CONT'D)

A6. Material changes in estimates

There were no significant changes in the estimates of amount, which give a material effect in the current financial quarter under review.

A7. Debt and equity securities

There were no issuances, cancellations, repurchases, resale and repayment of debts and equity securities during the financial quarter under review.

A8. Dividends paid

There was no dividend paid during the current financial quarter under review

A9. Segmental information

a) Operating Segments

Information about operating segments has not been reported separately as the Group's revenue, profit or loss, assets and liabilities are mainly confined to a single operating segment.

b) Geographical Segment

No segmental information is provided on a geographical basis as the Group's activities are conducted primarily in Malaysia.

A10. Valuation of property, plant and equipment

There was no valuation of the property, plant and equipment in the current financial quarter under review.

A11. Material events subsequent to the end of the current financial quarter

There were no other material events subsequent to the end of the current financial quarter that have not been reflected in this interim financial report.

A12. Changes in the composition of the Group

There were no material changes in the composition of the Group for the current financial period-to-date under review.

A13. Contingent liabilities

There were no material changes to the contingent liabilities since the date of last annual financial statements.

A. NOTES TO THE INTERIM FINANCIAL REPORT (CONT'D)

A14. Capital commitments

There were no material capital commitments for the Group at the end of the current financial quarter.

B. EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA SECURITIES

B1. Review of Performance of the company and its principal subsidiaries for the current quarter and financial year-to-date ("YTD")

	Individual Quarter		Increase/ (Decrease)		Cumulative Quarter		Increase/ (Decrease)	
	Current Year Quarter 01.04.2025 to 30.06.2025 RM'000	Preceding Year Corresponding Quarter 01.04.2024 to 30.06.2024 RM'000	RM'000	%	Current Year To-Date 01.01.2025 to 30.06.2025 RM'000	Preceding Year Corresponding Period 01.01.2024 to 30.06.2024 RM'000	RM'000	%
Revenue	81,427	98,412	(16,985)	(17.26)	167,673	186,152	(18,479)	(9.93)
Profit from operation	412	1,253	(841)	(67.12)	1,340	3,616	(2,276)	(62.94)
Profit before tax	42	809	(767)	(94.81)	415	2,759	(2,344)	(84.95)
Profit for the period	88	546	(458)	(83.88)	328	2,136	(1,808)	(84.64)

For the quarter under review, the group registered a 17.26% lower revenue at RM 81.43 million compared to the preceding year's corresponding quarter of RM 98.41 million mainly due to lower sales volume and average selling price.

The Group registered 94.81% lower profit before tax ("PBT") of RM 0.04 million for the current quarter as compared to the preceding year's corresponding quarter of RM 0.81 million due to lower revenue and increase in operating expenses.

For the sixth month under review, revenue decrease by RM 18.48 million, or 9.93%, compared to the same period last year, primarily due to lower average selling price. Consequently, the Group's profit before tax ("PBT") declined from RM 2.76 million to RM 0.42 million.

B. EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA SECURITIES (CONT'D)

B2. Comparison with immediate preceding quarter's results

	Current Quarter 01.04.2025 to 30.06.2025	Immediate Preceding Quarter 01.01.2025 to 31.03.2025	Increase/ (Decrease)	
	RM'000	RM'000	RM'000	%
Revenue	81,427	86,246	(4,819)	(5.59)
Profit from Operation	412	928	(516)	(55.60)
Profit before tax ("PBT")	42	373	(331)	(88.74)
Profit for the Period ("PAT")	88	240	(152)	(63.33)

Compared with the immediate preceding quarter, the Group's revenue for the current quarter under review decreased by 5.59% from RM 86.25 million to RM 81.43 million mainly due to lower sales volume and average selling price.

The Group posted a profit before tax ("PBT") of RM 0.04 million for the current quarter as compared to the immediate preceding quarter profit before tax ("PBT") of RM 0.37 million. The decline in performance was driven by drop in GP margin.

B3. Prospects and outlook

The Malaysian steel industry continues to encounter significant challenges, primarily arising from persistent oversupply in production and escalating operating costs. These factors have continued to affect profit margins and weigh heavily on industry performance.

Nevertheless, there are early signs of improvement in market sentiment. Positive trends in the Purchasing Managers' Index (PMI) suggest a gradual easing of sectoral pressure, while the slower pace of steel price decline points to the beginning of price stabilization. These developments offer cautious optimism for the second half of 2025.

Moreover, China's 2025 crude steel output reduction strategy is advancing as planned with several mills already receiving production-cut directives; it is expected to help ease regional oversupply and may contribute to a more balanced landscape in terms of both pricing and demand across regional steel markets.

Notwithstanding improvement in the market condition, the Group remains focused on enhancing operational efficiency and driving cost-saving initiatives to ensure continued resilient performance in the coming quarters.

B4. Profit Forecast or Profit Guarantee

The Group did not issue any profit forecast or profit guarantee during the current financial quarter under review.

B5. Status of corporate proposals

There were no corporate proposals announced but not completed as at the date of this interim report.

**B. EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF
BURSA SECURITIES (CONT'D)**

B6. Income tax expenses

	Individual Quarter		Cumulative Quarter	
	30.06.2025	30.06.2024	30.06.2025	30.06.2024
	RM'000	RM'000	RM'000	RM'000
Current tax expenses	40	362	368	975
Deferred tax income	(86)	(99)	(281)	(352)
Total tax expenses	(46)	263	87	623

Note:

(1) Income tax expense is recognised based on management's best estimate.

B7. Group bank borrowings

	As at 30.6.2025	Audited as at
	RM'000	31.12.2024
		RM'000
Current liabilities:		
Secured	14,958	18,913
Unsecured	24,900	51,308
	<u>39,858</u>	<u>70,221</u>
Non-current liabilities:		
Unsecured	-	-
	<u>-</u>	<u>-</u>
Total bank borrowings	<u>39,858</u>	<u>70,221</u>

All the Groups borrowings are denominated in Ringgit Malaysia.

B8. Material litigation

There were no material litigation involving the Group as at 30 June 2025.

B9. Dividend

The Board of Directors does not recommend any dividend for the current financial quarter under review.

B. EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA SECURITIES (CONT'D)

B10. Earnings per share

The basic earnings per share ("EPS") are calculated by dividing the profit for the period attributable to owners of the Company by weighted average number of ordinary shares of the Company during the financial period as follows:

	Individual Quarter		Cumulative Quarter	
	30.06.2025	30.06.2024	30.06.2025	30.06.2024
Profit attributable to ordinary owners of the Company (RM'000)	88	546	328	2,136
Number of ordinary shares ('000)	348,991	348,991	348,991	348,991
Basic EPS (sen)	0.03	0.16	0.09	0.61
Diluted EPS (sen) ⁽¹⁾	0.03	0.16	0.09	0.61

Note:

- (1) Diluted EPS of the Company for the individual quarter and period-to-date ended 30 June 2025 and 30 June 2024 is equivalent to the basic earnings per share as the Company does not have any convertible options as at the end of the reporting period.

B11. Disclosure on selected expense/income items as required by the Listing Requirements

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

	Individual Quarter		Cumulative Quarter	
	30.06.2025 RM'000	30.06.2024 RM'000	30.06.2025 RM'000	30.06.2024 RM'000
Bad debts written off	10	-	10	-
Interest Income	(139)	(123)	(266)	(280)
Interest Expenses	509	567	1,191	1,137
Depreciation	1,640	1,529	3,270	3,069
Foreign exchange loss				
- Realised and unrealised	-	5	1	5
Loss /(Gain) on derivatives	8	(76)	(10)	(261)
Gain on disposal of plant, property & equipment	(75)	(29)	(75)	(29)
Provision/ (Reversal) of impairment losses on trade receivables	69	(357)	369	(57)
Provision/ (Reversal) of inventories written down	23	(202)	323	98
Scrap income	(379)	(486)	(1,046)	(860)
Miscellaneous income	(187)	(2)	(187)	(11)

Note:

- (1) Other disclosure items pursuant to Appendix 9B, Note 16 of the Listing Requirements are not applicable.