



ENEST GROUP BERHAD

(Company No. 1275638-T)
(Incorporated in Malaysia under the Companies Act, 2016)

UNAUDITED SEMI-ANNUAL FINANCIAL STATEMENTS FOR THE 12-MONTHS FINANCIAL YEAR ENDED 31 DECEMBER 2025

CHARACTERISTICS OF THE LEAP MARKET OF BURSA MALAYSIA SECURITIES BERHAD (“BURSA SECURITIES”)

THE LEAP MARKET HAS BEEN POSITIONED AS A MARKET DESIGNED TO ACCOMMODATE CORPORATIONS TO WHICH A HIGHER INVESTMENT RISK MAY BE ATTACHED THAN OTHER CORPORATIONS LISTED ON THE ACE MARKET OR MAIN MARKET OF BURSA SECURITIES. IT IS A QUALIFIED MARKET WHICH IS MEANT MAINLY FOR SOPHISTICATED INVESTORS ONLY. ONLY EXISTING SECURITIES HOLDERS AND SOPHISTICATED INVESTORS ARE ALLOWED TO PARTICIPATE IN CORPORATE EXERCISES UNDERTAKEN BY ENEST GROUP BERHAD (“ENEST” OR THE “COMPANY”). SOPHISTICATED INVESTORS SHOULD BE AWARE OF THE POTENTIAL RISKS OF INVESTING IN SUCH CORPORATIONS AND SHOULD MAKE THE DECISION TO INVEST ONLY AFTER DUE AND CAREFUL CONSIDERATION.



The following terms in this document bear the same meanings as set out below unless the term is defined otherwise or the context requires otherwise:

Audited Financial Statements	:	Consolidated financial statements for the FYE 2024 as audited by Grant Thornton Malaysia
Board	:	The Board of Directors of our Company
Bursa Securities	:	Bursa Malaysia Securities Berhad (635998-W)
CMSA	:	Capital Markets and Services Act 2007, as amended from time to time and any re-enactment thereof
DVS	:	Department of Veterinary Services Malaysia
Enest or Company	:	Enest Group Berhad (1275638-T)
Enest Group or Group	:	Collectively, Enest and its Subsidiaries
FPE	:	Financial period ended/ending 30 June
FYE	:	Financial year ended/ending 31 December
HACCP	:	Hazard Analysis and Critical Control Points, an internationally recognised structured operating method that helps organisations in the food and beverage industry to identify their food safety risks, prevent food safety hazards and address legal compliance
IMR Report	:	Independent Market Research Report dated 27 March 2019 prepared by Providence Strategic Partners Sdn. Bhd.
Information Memorandum	:	Information Memorandum dated 28 March 2019 in relation to the Proposed Excluded Issue
Listing Proceeds	:	Gross proceeds of RM4.00 million raised from the excluded issue of 50,000,000 shares in conjunction with the listing of the Company on the LEAP market of Bursa Securities, completed on 7 August 2019
R&D	:	Research and Development
Share(s)	:	Ordinary share(s) in our Company

All references to “our Company” or “Enest” in this document are to Enest Group Berhad. All references to “our Group” or “Enest Group” in this document are to our Company and our subsidiaries, taken as a whole. All references to “we”, “us”, “our” and “ourselves” are to our Company and our subsidiaries, save where the context otherwise requires. Statements as to our beliefs, expectations, estimates and opinions are those of our Company.

References to “Ringgit”, “Ringgit Malaysia”, “RM” and “sen” are to the lawful currency of Malaysia. Any discrepancies in the tables between the amounts listed and the totals in this document are due to rounding.



**CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND
OTHER COMPREHENSIVE INCOME
(UNAUDITED)**

	6 Months		12 Months	
	Individual period		Cumulative year	
	FPE	FPE	FYE	FYE
	2025⁽¹⁾	2024	2025⁽¹⁾	2024
	RM'000	RM'000	RM'000	RM'000
Revenue	83,886	76,905	155,009	146,207
Cost of sales	(77,134)	(69,953)	(138,553)	(130,592)
Gross profit ("GP")	6,752	6,952	16,456	15,615
Other income	557	816	596	1,713
Administrative expenses	(1,758)	(1,727)	(3,874)	(4,986)
Selling and distribution	(206)	(90)	(275)	(128)
Reversal of impairment loss on financial assets	-	569	-	569
Other expenses	(553)	(983)	(931)	(1,098)
Profit from operations	4,792	5,537	11,972	11,685
Finance income	10	10	21	20
Finance costs	(803)	(833)	(1,501)	(1,069)
Profit before tax ("PBT")	3,999	4,714	10,492	10,636
Tax expenses	(632)	(1,022)	(2,084)	(2,208)
Profit after tax ("PAT")	3,367	3,692	8,408	8,428
Other Comprehensive Income				
Foreign currency translation differences	(92)	(299)	(374)	(284)
Total comprehensive income	3,275	3,393	8,034	8,144
PAT attributable to:				
- Owners of Enest	3,178	3,577	8,040	8,037
- Non-controlling interest ("NCI")	189	115	368	391
	3,367	3,692	8,408	8,428
Total comprehensive income attributable to:				
- Owners of Enest	3,086	3,278	7,666	7,753
- NCI	189	115	368	391
	3,275	3,393	8,034	8,144
GP margin (%)	8.05	9.04	10.62	10.68
PBT margin (%)	4.77	6.13	6.77	7.27
PAT margin (%)	4.01	4.80	5.42	5.76
Basic/diluted earnings per share (sen) ⁽²⁾	0.68	0.77	1.73	1.73
Number of shares in issue after the Excluded Issue ('000)	465,000	465,000	465,000	465,000

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 and the accompanying explanatory notes attached to this interim financial report.
- (2) Calculated based on the profit for the financial period attributable to owners of Enest, divided by the number of shares in issue after the Excluded Issue.



**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
(UNAUDITED)**

	As at 2025⁽¹⁾ RM'000 (unaudited)	As at 2024 RM'000 (audited)
Non-Current Assets		
Property, plant and equipment	12,387	10,743
Investment properties	5,100	4,550
Goodwill	1,840	1,840
Fixed deposits with licensed banks	320	160
Cash and bank balances	167	167
	19,814	17,460
Current Assets		
Inventories	16,223	13,482
Trade receivables	16,310	25,296
Other receivables	2,439	3,264
Amount due from an associate	82	56
Other investments	1	1
Fixed deposits with a licensed bank	928	877
Cash and bank balances	26,412	9,610
	62,395	52,586
TOTAL ASSETS	82,209	70,046
Equity		
Share capital	5,431	5,431
Merger deficit	(375)	(375)
Foreign currency translation reserve	(673)	(299)
Retained earnings	44,204	36,164
	48,587	40,921
NCI	3,040	2,672
Total Equity	51,627	43,593
Non-Current Liabilities		
Borrowings	12,276	9,368
Deferred tax liabilities	163	192
Lease liabilities	840	1,153
	13,279	10,713
Current Liabilities		
Trade payables	204	233
Other payables	3,865	3,322
Contract liabilities	-	146
Lease liabilities	167	363
Borrowings	11,001	8,429
Bank overdraft	750	1,613
Tax payable	1,316	1,634
	17,303	15,740
Total Liabilities	30,582	26,453
TOTAL EQUITY AND LIABILITIES	82,209	70,046

Note:

- (1) The unaudited Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements and the accompanying explanatory notes attached to this interim financial report.



**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
(UNAUDITED)**

	Share capital RM'000	Merger Deficit RM'000	Foreign currency translation reserve RM'000	Retained earnings RM'000	Total RM'000	NCI RM'000	Total equity RM'000
At 1 January 2024	5,431	(375)	(15)	28,127	33,168	2,281	35,449
Total comprehensive income for the financial year	-	-	(284)	8,037	7,753	391	8,144
At 31 December 2024	5,431	(375)	(299)	36,164	40,921	2,672	43,593
	Share capital RM'000	Merger Deficit RM'000	Foreign currency translation reserve RM'000	Retained earnings RM'000	Total RM'000	NCI RM'000	Total equity RM'000
At 1 January 2025	5,431	(375)	(299)	36,164	40,921	2,672	43,593
Total comprehensive income for the financial year	-	-	(374)	8,040	7,666	368	8,034
At 31 December 2025 ⁽¹⁾	5,431	(375)	(673)	44,204	48,587	3,040	51,627

Note:

- (1) *The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Audited Financial Statements and the accompanying explanatory notes attached to this interim financial report.*



**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
(UNAUDITED)**

	Year-to-date ended	
	2025⁽¹⁾	2024
	RM'000	RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before tax	10,492	10,636
<u>Adjustments for:</u>		
Depreciation	834	951
Fair value gain on investment properties	550	(911)
Gain on early termination of lease contract	(10)	(38)
Dividend income from other investments	-	(1)
Reversal of impairment loss on financial assets	-	(569)
Interest expenses	1,501	1,069
Interest income	(21)	(20)
Property, plant and equipment written off	-	144
Unrealised loss on foreign exchange	38	213
Gain on disposal of a subsidiary	-	(720)
Operating profit before working capital changes	13,384	10,754
Inventories	(2,741)	2,438
Receivables	8,672	(5,422)
Payables	774	(889)
Contract liabilities	(146)	146
Cash generated from operations	19,943	7,027
Tax paid	(2,432)	(1,300)
Net cash generated from operating activities	17,511	5,727
CASH FLOWS FROM INVESTING ACTIVITIES		
Advances to an associate	(26)	(45)
Interest received	21	20
Purchase of property, plant and equipment	(3)	(5,879)
Purchase of investment properties	-	(2,767)
Proceeds from disposal of property, plant and equipment	-	5
Proceeds from disposal of a subsidiary	-	863
Net cash used in investing activities	(8)	(7,803)
CASH FLOWS FROM FINANCING ACTIVITIES		
Placement of pledged fixed deposits	(210)	(425)
Interest paid	(1,501)	(1,069)
Repayments of lease liabilities	(441)	(713)
Drawdown of borrowings	6,869	13,169
Repayment of borrowings	(4,555)	(604)
Movement of bank balances pledged	-	(167)
Net cash generated from financing activities	162	10,191
Cash and cash equivalents		
Net changes	17,665	8,115
Brought forward	7,997	(118)
Cash and cash equivalents at end of the financial period	25,662	7,997



CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS (cont'd)
(UNAUDITED)

	Year-to-date ended	
	2025⁽¹⁾	2024
	RM'000	RM'000
Cash and cash equivalents comprise the following:		
Cash and bank balances	26,579	9,777
Fixed deposits	1,248	1,037
Bank overdraft	(750)	(1,613)
	27,077	9,201
Less: Fixed deposit pledged with licenced banks	(1,248)	(1,037)
Less: Cash and bank balances pledged with a licenced bank	(167)	(167)
	25,662	7,997

Note:

- (1) *The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Audited Financial Statements and the accompanying explanatory notes attached to this interim financial report.*

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EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARD (“MFRS”) 134

A1. BASIS OF PREPARATION

The condensed consolidated interim financial statements as contained in this interim financial report are unaudited and have been prepared under the historical cost convention method unless otherwise stated. Any discrepancies in the tables between the amounts listed and the totals in this interim report are due to rounding.

These unaudited interim consolidated financial statements have been prepared in accordance with the requirements of MFRS 134: *Interim Financial Reporting* issued by the Malaysian Accounting Standards Board (“MASB”) and Part C, Rule 6.12 and Appendix 6A of the LEAP Market Listing Requirements issued by Bursa Securities.

These unaudited interim consolidated financial statements should be read in conjunction with the audited consolidated financial statements for the financial year ended 31 December 2024 and the accompanying explanatory notes attached to this interim financial report. The explanatory notes contained herein 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 year ended 31 December 2024.

A2. SIGNIFICANT ACCOUNTING POLICIES

The significant accounting policies and methods of computation adopted in the preparation of the unaudited consolidated interim financial statements are consistent with those adopted in the most recent annual financial statements for the financial year ended 31 December 2024, except for the adoption of the following MFRSs and Amendments to MFRSs as disclosed below:

Effective for annual periods commencing on or after 1 January 2025

Amendments of MFRS 121	The effects of Changes in Foreign Exchange Rate – Lack of Exchangeability
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The adoption of these relevant amendments to Standards did not have any material impact on the financial statements of the Group.

The Group has not adopted the following new Standards, amendments to Standards and annual improvements to Standards that have been issued but are not yet effective for the accounting period beginning 1 January 2026, as follows:-

Effective for annual period beginning on or after 1 January 2026

Amendments to MFRS 9 And MFRS 7	Financial Instruments and Financial Instruments: Disclosures - Amendments to the Classification and Measurement of Financial Instruments.
Amendments to MFRS 9 And MFRS 7	Financial Instruments and Financial Instruments: Disclosures - Contracts Referencing Nature – Dependent Electricity
Annual Improvements to MFRS	Accounting Standards – Volume 11
○ Amendments to MFRS1	First-time adoption of MFRS Accounting Standards
○ Amendments to MFRS7	Financial Instruments: Disclosures
○ Amendments to MFRS9	Financial Instruments
○ Amendments to MFRS10	Consolidated Financial Statements
○ Amendments to MFRS107	Statement of Cash Flows

Effective for annual period beginning on or after 1 January 2027

MFRS 18	Presentation and Disclosure in Financial Statements
MFRS 19	Subsidiaries without Public Accountability: Disclosures

The Group is in the process of assessing the impact of implementing these accounting standards and amendments, since the effects would only be observable for the future financial years.



A3. AUDITORS' REPORT ON PRECEDING ANNUAL FINANCIAL STATEMENTS

The auditors' report on the Group's most recent annual audited financial statements for the FYE 2025 were not subject to any qualification.

A4. SEASONALITY OR CYCLICALITY OF OPERATION

Generally, our Group's business is not subjected to any cyclical or seasonal trend.

A5. UNUSUAL ITEMS

There were no material unusual items affecting assets, liabilities, equity, net income and cash flow of the Group during the current financial period.

A6. MATERIAL CHANGES IN ESTIMATES

There were no significant changes in estimates of amounts during the period ended 31 December 2025.

A7. DEBTS AND EQUITY SECURITIES

There was no issuance, cancellation, repurchase, resale and repayment of debt and equity securities during the semi-annual period and financial year under review.

A8. DIVIDEND PAID/ DECLARED

There was no dividend paid or declared during the semi-annual period under review.

A9. SIGNIFICANT EVENTS SUBSEQUENT TO THE END OF THE FINANCIAL YEAR

There were no material events subsequent to the end of financial year under review that have not been reflected in this interim financial report.

A10. CHANGES IN THE COMPOSITION OF THE GROUP

There was no material change in the composition of the group subsequent to the end of financial year under review that have not been reflected in this interim financial report.

A11. CHANGES IN CONTINGENT ASSETS AND CONTINGENT LIABILITIES

There were no contingent assets and contingent liabilities as at the date of this report.

A12. CAPITAL COMMITMENTS

There were no material capital commitments in respect of property, plant and equipment as at the date of the report.



MANAGEMENT DISCUSSION AND ANALYSIS OF FINANCIAL CONDITION AND RESULTS OF OPERATIONS

B1. Revenue

By geographical location

	Unaudited			
	12 months ended 2025 ("FYE 2025")		12 months ended 2024 ("FYE 2024")	
	RM'000	%	RM'000	%
Edible bird's nest	153,504	99.03	143,919	98.44
Pharmacy	1,416	0.91	2,228	1.52
Rental income	89	0.06	60	0.04
Total	155,009	100.00	146,207	100.00

Commentaries

Our Group recorded total revenue of approximately RM155.01 million and RM146.21 million for the FYE 2025 and FYE 2024 respectively, representing an increase of approximately RM8.80 million compared to FYE 2024. This was primarily due to increase in revenue contribution from our edible bird's nest business segment of approximately RM9.59 million.

B2. Profitability level

	Unaudited	
	12 months ended 2025 ("FYE 2025")	12 months ended 2024 ("FYE 2024")
GP (RM'000)	16,456	15,615
GP margin (%)	10.62	10.68
PBT (RM'000)	10,492	10,636
PBT margin (%)	6.77	7.27
PAT	8,408	8,428
PAT margin (%)	5.42	5.76

Commentaries

Our Group recorded a GP of approximately RM16.46 million and RM15.62 million for the FYE 2025 and FYE 2024 respectively. This was primarily due to the increase in revenue contribution from our edible bird's nest business segment of approximately RM8.41 million.

Our Group's PBT stood at approximately RM10.49 million and RM10.64 million for the FYE 2025 and FYE 2024 respectively, whilst our Group's PAT stood at approximately RM8.41 million and RM8.43 million for the FYE 2025 and FYE 2024 respectively; this was due to overall increase in cost of sales from processing of RCEBN..



B3. PROSPECTS

The Group's overall positive performance for the FYE 2025 was largely supported by the growing demand for our edible bird's nest.

Apart from our existing operations in the supply of edible bird's nest, the Group has also expanded its business to the pharmacy business segment since 2021. The Group currently operates only one physical pharmacy outlet and an online pharmacy marketplace via our online platform and e-commerce marketplaces.

Furthermore, with the consistent growth in our edible bird's nest business segment, the group will continue to review its production and supply chain process to further enhance the operation efficiency and profitability to ensure sustainable growth.

Barring any unforeseen circumstances, the Board of Directors are cautiously optimistic that the Group will deliver a satisfactory performance in the financial year ahead.