

Quarterly rpt on consolidated results for the financial period ended 30 Jun 2025

ADVANCECON HOLDINGS BERHAD

Financial Year End 31 Dec 2025

Quarter 2 Qtr

Quarterly report for the financial period ended 30 Jun 2025

The figures have not been audited

Attachments

[Advancecon - Financial Results Q2 2025.pdf](#)
430.4 kB

Default Currency	Other Currency
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Currency: Malaysian Ringgit (MYR)

SUMMARY OF KEY FINANCIAL INFORMATION 30 Jun 2025

		INDIVIDUAL PERIOD		CUMULATIVE PERIOD	
		CURRENT YEAR QUARTER	PRECEDING YEAR CORRESPONDING QUARTER	CURRENT YEAR TO DATE	PRECEDING YEAR CORRESPONDING PERIOD
		30 Jun 2025	30 Jun 2024	30 Jun 2025	30 Jun 2024
		MYR'000	MYR'000	MYR'000	MYR'000
1	Revenue	108,612	92,922	209,819	186,891
2	Profit/(loss) before tax	2,925	-6,735	4,835	-19,259
3	Profit/(loss) for the period	2,366	-6,745	4,198	-19,415
4	Profit/(loss) attributable to ordinary equity holders of the parent	1,268	-4,619	2,241	-19,142
5	Basic earnings/(loss) per share (Subunit)	0.22	-0.80	0.39	-3.33
6	Proposed/Declared dividend per share (Subunit)	0.00	0.00	0.00	0.00
		AS AT END OF CURRENT QUARTER		AS AT PRECEDING FINANCIAL YEAR END	
7	Net assets per share attributable to ordinary equity holders of the parent	0.2800		0.2700	

Definition of Subunit:

In a currency system, there is usually a main unit (base) and subunit that is a fraction amount of the main unit.
Example for the subunit as follows:

Country	Base Unit	Subunit
Malaysia	Ringgit	Sen
United States	Dollar	Cent
United Kingdom	Pound	Pence

Announcement Info	
Company Name	ADVANCECON HOLDINGS BERHAD
Stock Name	ADVCON
Date Announced	28 Aug 2025
Category	Financial Results
Reference Number	FRA-25082025-00034



ADVANCECON HOLDINGS BERHAD

(Registration no. 199701011469 (426965-M))

(Incorporated in Malaysia)

INTERIM FINANCIAL REPORT FOR THE SECOND QUARTER ENDED 30 JUNE 2025

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ADVANCECON HOLDINGS BERHAD

(Registration no. 199701011469 (426965-M))

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UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR SECOND QUARTER ENDED 30 JUNE 2025

	Note	Individual Quarter		Cumulative Quarter	
		Current Year Quarter	Preceding Year Corresponding Quarter	Current Year Period	Preceding Year Corresponding Period
		30.6.2025 RM	30.6.2024 RM	30.6.2025 RM	30.6.2024 RM
Revenue	A9	108,612,464	92,921,717	209,818,712	186,891,392
Cost of Sales		(96,872,417)	(90,279,781)	(185,051,304)	(194,260,635)
Gross Profit / (Loss)		11,740,047	2,641,936	24,767,408	(7,369,243)
Other Income		3,150,299	763,944	3,809,645	8,431,400
		14,890,346	3,405,880	28,577,053	1,062,157
Selling And Distribution Expenses		14,102	(18,356)	(394,700)	(205,794)
Administrative Expenses		(5,291,974)	(5,688,565)	(10,932,361)	(11,786,889)
Other Expenses		(2,654,767)	(1,828,368)	(4,519,569)	(3,723,377)
Finance Costs		(3,801,035)	(2,735,595)	(7,571,681)	(5,354,465)
Share of Result Of An Equity Accounted Associate		(232,070)	130,244	(324,141)	749,240
Profit/ (Loss) Before Taxation	B12	2,924,602	(6,734,760)	4,834,601	(19,259,128)
Income Tax Expense	B5	(744,564)	(418,042)	(954,847)	(1,579,138)
Deferred Tax	B5	186,327	407,926	318,231	1,423,108
Profit/ (Loss) After Taxation / Total Comprehensive Income / (Expenses) for the Financial Period		2,366,365	(6,744,876)	4,197,985	(19,415,158)
Total Comprehensive Income / (Expenses) attributable to:					
- Owners of the Company		1,268,088	(4,619,174)	2,240,782	(19,141,784)
- Non-controlling interests		1,098,277	(2,125,702)	1,957,203	(273,374)
Earnings / (Loss) per share (sen)					
- Basic	B11	0.22	(0.80)	0.39	(3.33)
- Diluted	B11	0.22	(0.80)	0.39	(3.33)

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

ADVANCECON HOLDINGS BERHAD

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UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2025

	(Unaudited) As at Current Quarter 30.6.2025 RM	(Audited) As at Financial Year Ended 31.12.2024 RM
ASSETS		
Non-current assets		
Investment in an associate	3,627,994	3,952,135
Investment in joint venture	363,340	363,340
Property, plant and equipment	232,679,965	246,823,932
Investment properties	33,505,409	33,785,007
Intangible assets	1,050,000	1,100,000
Trade receivables	56,596	139,462
Other receivables	2,088,000	3,785,958
	<u>273,371,304</u>	<u>289,949,834</u>
Current assets		
Inventories	37,542,952	14,387,084
Contract assets	85,202,749	84,400,211
Finance lease receivables	120,063	345,077
Trade receivables	60,533,210	56,205,684
Other receivables, deposits and prepayments	28,103,881	32,228,156
Amount owing by related parties	49,940	51,175
Amount owing by an associated company	1,754,227	2,437,408
Short-term investments	257,976	252,919
Current tax assets	5,784,221	6,118,561
Deposits with licensed banks	38,940,618	37,170,252
Cash and bank balances	11,120,957	7,923,568
	<u>269,410,794</u>	<u>241,520,095</u>
TOTAL ASSETS	<u>542,782,098</u>	<u>531,469,929</u>

ADVANCECON HOLDINGS BERHAD

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**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2025
(CONT'D)**

	(Unaudited) As at Current Quarter 30.6.2025 RM	(Audited) As at Financial Year Ended 31.12.2024 RM
EQUITY AND LIABILITIES		
Equity		
Share capital	133,729,611	133,729,611
Treasury shares	(3,376,278)	(3,376,278)
Reserves	-	3,483,470
Retained profits	31,844,812	26,120,560
	<u>162,198,145</u>	<u>159,957,363</u>
Non-controlling interests	(54,186)	(2,011,389)
TOTAL EQUITY	<u>162,143,959</u>	<u>157,945,974</u>
Non-current liabilities		
Deferred tax liabilities	4,584,883	4,903,114
Long-term borrowings	109,319,524	118,220,157
Lease liabilities	1,046,120	1,291,506
Amount owing to related party	26,653,973	26,072,778
	<u>141,604,500</u>	<u>150,487,555</u>
Current liabilities		
Contract liabilities	25,921,284	10,007,593
Trade payables	77,333,109	72,491,368
Other payables and accruals	20,282,753	26,130,759
Amount owing to an associated company	95,168	82,921
Current tax liabilities	326,810	299,842
Short-term borrowings	93,277,351	98,403,392
Lease liabilities	910,270	1,355,566
Bank overdrafts	20,886,894	14,264,959
	<u>239,033,639</u>	<u>223,036,400</u>
TOTAL LIABILITIES	<u>380,638,139</u>	<u>373,523,955</u>
TOTAL EQUITY AND LIABILITIES	<u>542,782,098</u>	<u>531,469,929</u>
Net asset per share attributable to owner of the Company (RM)	<u>0.28</u>	<u>0.27</u>

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

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**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR SECOND QUARTER ENDED 30 JUNE 2025**

	Share Capital	Treasury Shares	Non-Distributable Employee Share Option Reserve	Distributable Retained Profits	Attributable to Owners of the Company	Non-controlling Interest	Total Equity
	RM	RM	RM	RM	RM	RM	RM
The Group							
(Audited)							
Balance at 1.1.2024	133,729,611	(3,249,343)	-	48,665,774	179,146,042	(2,990,276)	176,155,766
(Loss) / Profit after taxation / Total comprehensive (expenses)/ income for the financial year	-	-	-	(22,737,059)	(22,737,059)	1,170,729	(21,566,330)
Transactions with owners:							
- Purchase of treasury shares	-	(126,935)	-	-	(126,935)	-	(126,935)
- Recognition of share option expenses	-	-	3,483,470	-	3,483,470	-	3,483,470
Changes in non-controlling interests	-	-	-	191,845	191,845	(191,842)	3
Balance at 31.12.2024	133,729,611	(3,376,278)	3,483,470	26,120,560	159,957,363	(2,011,389)	157,945,974
(Unaudited)							
Balance at 1.1.2025	133,729,611	(3,376,278)	3,483,470	26,120,560	159,957,363	(2,011,389)	157,945,974
Profit after taxation / Total comprehensive income for the financial period	-	-	-	2,240,782	2,240,782	1,957,203	4,197,985
Termination of share option expenses	-	-	(3,483,470)	3,483,470	-	-	-
Balance at 30.6.2025	133,729,611	(3,376,278)	-	31,844,812	162,198,145	(54,186)	162,143,959

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

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**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR SECOND QUARTER ENDED 30 JUNE 2025**

	Cumulative Current Period Ended 30.6.2025 RM	Cumulative Comparative Period Ended 30.6.2024 RM
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit/ (Loss) before taxation	4,834,601	(19,259,128)
Adjustments for:		
Depreciation:		
- property, plant and equipment	19,992,924	18,532,053
- investment properties	279,591	280,379
Amortisation of intangible assets	50,000	50,000
Property, plant and equipment written off	179	261
Impairment loss on :		
- other receivables	359,998	-
- related party	1,235	-
- contract assets	878,366	-
Interest expense	7,571,681	5,354,465
Share of net profit of an equity accounted associate	324,141	(749,240)
Gain on disposal of property, plant and equipment	(1,787,839)	(5,507,129)
Dividend income from short-term investments	(5,056)	(4,704)
Interest income	(497,755)	(377,096)
Operating profit / (loss) before working capital changes	32,002,066	(1,680,139)
Contract assets / liabilities	14,232,787	7,371,329
Inventories	(23,155,868)	5,096,930
Trade and other receivables	1,217,575	1,557,989
Trade and other payables	(2,042,917)	(15,882,687)
Amount owing from associate companies	915,491	(3,702,292)
Amount owing from joint venture	-	(1,421,720)
Amount owing from related parties	-	(756,593)
Cash generated from /(used in) operations	23,169,134	(9,417,183)

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**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR SECOND QUARTER ENDED 30 JUNE 2025 (CONT'D)**

	Cumulative Current Period Ended 30.6.2025 RM	Cumulative Comparative Period Ended 30.6.2024 RM
Interest paid	(7,571,681)	(5,354,465)
Tax refunded	-	399,220
Tax paid	(593,539)	(1,539,872)
NET CASH FROM / (USED IN) OPERATING ACTIVITIES	15,003,914	(15,912,300)
CASH FLOWS FROM INVESTING ACTIVITIES		
Interest received	497,755	377,096
Dividend received from short-term investments	5,056	4,704
Changes in deposits pledged with licensed bank	(1,770,366)	18,463,087
Purchase of property, plant and equipment	(4,510,188)	(9,944,517)
Proceeds from disposal of property, plant and equipment	1,926,550	4,250,978
Repayment from finance lease receivables	225,014	199,563
Proceeds from disposal of non-current asset held for sale	-	6,000,000
Proceeds from disposal of joint venture	-	231,451
(Advance to) / Repayment from an associate	(232,310)	535,822
Repayment from joint venture	-	2,075,685
NET CASH (USED IN)/ FROM INVESTING ACTIVITIES	(3,858,489)	22,193,869
CASH FLOWS FROM FINANCING ACTIVITIES		
Advances from an associate	12,247	4,635
Net changes of term loans	(8,934,772)	(9,383,581)
Net changes of bankers' acceptances	1,584,435	(5,544,363)
Net changes of invoice financing and revolving credit	312,164	9,285,394
Net changes of bank factoring	891,879	2,535,411
Repayment of lease liabilities	(690,682)	(702,880)
Repayment of hire purchase	(8,321,380)	(7,380,379)
Advances from related parties	581,195	1,204,661
NET CASH USED IN FINANCING ACTIVITIES	(14,564,914)	(9,981,102)
NET CHANGES IN CASH AND CASH EQUIVALENTS	(3,419,489)	(3,699,533)
Cash and cash equivalents at beginning of the financial period	(6,088,472)	15,488,569
CASH AND CASH EQUIVALENT AT END OF THE FINANCIAL PERIOD	(9,507,961)	11,789,036

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**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR SECOND QUARTER ENDED 30 JUNE 2025 (CONT'D)**

	Cumulative Current Period Ended 30.6.2025 RM	Cumulative Comparative Period Ended 30.6.2024 RM
Cash and cash equivalent comprised of:		
Deposits with licensed banks	38,940,618	36,788,338
Short-term investments	257,976	248,719
Cash and bank balances	11,120,957	25,252,726
Bank overdrafts	(20,886,894)	(13,712,409)
	29,432,657	48,577,374
Less: Deposits pledged to licensed banks	(38,940,618)	(36,788,338)
	(9,507,961)	11,789,036

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

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A. EXPLANATORY NOTES TO THE INTERIM FINANCIAL REPORT FOR THE SECOND QUARTER ENDED 30 JUNE 2025**A1. Basis of Preparation**

The interim financial report of the Advancecon Holdings Berhad ("Advancecon" or "Company") and its subsidiaries ("Group") is unaudited and has been prepared in accordance with Malaysian Financial Reporting Standard ("MFRS") 134, Interim Financial Reporting, International Accounting Standard ("IAS") 34, Interim Financial Reporting and paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad ("Bursa Malaysia") ("Listing Requirements").

The significant accounting policies and methods of computation applied in the unaudited 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 Amendments to MFRS beginning 1 January 2025:

- Amendments to MFRS 16 "Lease Liability in a Sales Leaseback".
- Amendments to MFRS 101 "Classification of Liabilities as Current or Non-current".
- Amendments to MFRS 101 "Non-current Liabilities with Covenants".
- Amendments to MFRS 107 and MFRS 7 "Supplier Finance Arrangements".

The adoption of the above accounting standard(s) (including the consequential amendments, if any) did not have any material impact on the Group's financial statements.

A2. Changes In Accounting Policies

The Group has not applied in advance the following accounting standard(s) and/or interpretation(s) (including the consequential amendments, if any) that have been issued by the Malaysian Accounting Standards Board ("MASB") but are not yet effective for the current financial year:

MFRSs and/or IC Interpretations (Including The Consequential Amendments)	Effective Year
• Amendments to MFRS 121 "Lack of Exchangeability".	2025
• Amendments to MFRS 9 and MFRS 7 Amendments to the Classification and Measurement of Financial Instruments	2026
• Amendments to MFRS 9 and MFRS 7 Contracts Referencing Nature-dependent Electricity	2026
• Amendments to MFRS 1, MFRS 7, MFRS 9, MFRS 10 and MFRS 107 Annual Improvements to MFRS Accounting Standards-Volume 11	2026
• MFRS 18 Presentation and Disclosure in Financial Statements	2027
• MFRS 19 Subsidiaries without Public Accountability: Disclosures	2027
• Amendments to MFRS 10 and MFRS 128 "Sale or Contribution of Assets between an Investor	Deferred

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A. EXPLANATORY NOTES TO THE INTERIM FINANCIAL REPORT FOR THE SECOND QUARTER ENDED 30 JUNE 2025 (CONT'D)**A2. Changes In Accounting Policies (Cont'd)**

The adoption of the above accounting standard(s) and/or interpretation(s) (including the consequential amendments, if any) is expected to have no material impact on the financial statements of the Group upon their initial application.

A3. Auditors' Report

There was no qualification on the audited financial statements of the Group for the financial year ended 31 December 2024.

A4. Seasonal or Cyclical Factors

The business operations of the Group were not materially affected by any seasonal or cyclical factors for the current quarter under review.

A5. Unusual items affecting Assets, Liabilities, Equity, Net Income or Cash Flows

Other than those disclosed in the financial statements, there were no material unusual items affecting the amounts reported for the current quarter.

A6. Changes in Estimates

There were no changes in estimates that have a material effect on the amounts reported for the current quarter.

A7. Debt and Equity Securities

There was no issuance, repurchase and repayment of debts and equity securities by the Group and the Company during the current quarter.

A8. Dividends Paid

As at the date of this report, there was no payment of dividend during the financial year ending 31 December 2025.

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A EXPLANATORY NOTES TO THE INTERIM FINANCIAL REPORT FOR THE SECOND QUARTER ENDED 30 JUNE 2025 (CONT'D)
A9. Segmental Reporting

The Group's operating and reportable segments comprised of:

- (a) Construction and Support Services – involved in earthworks and civil engineering services;
- (b) Property Investment – involved in sales of investment properties for capital gain and rental of investment properties;
- (c) Green Energy - involved in the development and/or operation of power generation from renewable energy, solar and other renewable energy projects;
- (d) Development - involved in the development of industrial park, workers' dormitory/ accommodation; and
- (e) Quarry Operation – involved in quarry operation and sale of related products.

	Construction and Support Services	Property Investment	Green Energy	Development	Quarry Operation	Consolidation Adjustment	Total
The Group	RM	RM	RM	RM	RM	RM	RM
Revenue							
External revenue	84,530,446	290,175	5,125,757	417,610	119,454,724	-	209,818,712
Inter-segment revenue	28,799,757	-	-	-	90,609	(28,890,366)	-
Consolidated revenue	113,330,203	290,175	5,125,757	417,610	119,545,333		209,818,712

Represented by:

Revenue recognised at a point in time

Construction and support services:

- sale of goods	8,564,712	-	-	-	-	(1,870,334)	6,694,378
- hiring of machinery	14,856,422	-	-	-	-	(12,023,386)	2,833,036
- day work revenue	731,735	-	-	-	-	-	731,735
Quarry operations:							
- sale of quarry products	-	-	-	-	48,083,247	(89,464)	47,993,783
- hiring of machinery	-	-	-	-	680,485	-	680,485
- transport income	-	-	-	-	2,346,665	1,700	2,348,365
Solar energy:							
- operating revenue	-	-	5,125,757	-	-	-	5,125,757

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A EXPLANATORY NOTES TO THE INTERIM FINANCIAL REPORT FOR THE SECOND QUARTER ENDED 30 JUNE 2025 (CONT'D)
A9. Segmental Reporting (Cont'd)

The Group (Cont'd)	Construction and Support Services RM	Property Investment RM	Green Energy RM	Development RM	Quarry Operation RM	Consolidation Adjustment RM	Total RM
Represented by: (Cont'd)							
<u>Revenue recognised over time</u>							
Construction and support services							
- contract revenue	86,645,808	-	-	-	-	(12,434,511)	74,211,297
Rental income from investment properties	-	290,175	-	-	-	-	290,175
Rental of centralised labour quarters	-	-	-	417,610	-	-	417,610
Quarry operations:							
- contract revenue	-	-	-	-	14,580,699	-	14,580,699
- sub-contract work	-	-	-	-	53,854,237	(2,845)	53,851,392
<u>Revenue from other sources</u>							
Management fee	2,531,526	-	-	-	-	(2,471,526)	60,000
	113,330,203	290,175	5,125,757	417,610	119,545,333		209,818,712
Results							
Segment results	4,840,501	(206,004)	2,269,455	(836,058)	8,000,435	(1,840,717)	12,227,612
Interest income							497,755
Dividend income from short-term investments							5,056
Finance Cost							(7,571,681)
Share of result of an equity accounted associate							(324,141)
Consolidated profit before taxation							4,834,601



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A EXPLANATORY NOTES TO THE INTERIM FINANCIAL REPORT FOR THE SECOND QUARTER ENDED 30 JUNE 2025 (CONT'D)

A9. Segmental Reporting (Cont'd)

	Construction and Support Services	Property Investment	Green Energy	Development	Quarry Operation	Consolidation Adjustment	Total
The Group (Cont'd)	RM	RM	RM	RM	RM	RM	RM
Income tax expense							(954,847)
Deferred Tax							318,231
Consolidated profit after taxation							4,197,985
Profit attributable to							
Owners of the Company							2,240,782
Non-Controlling Interest							1,957,203

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A. EXPLANATORY NOTES TO THE INTERIM FINANCIAL REPORT FOR THE SECOND QUARTER ENDED 30 JUNE 2025 (CONT'D)**A10. Significant Events after the End of the Financial Period**

There was no material event subsequent to the end of the current quarter under review which have not been reflected in this interim financial report.

A11. Changes in the Composition of the Group

There were no changes in the composition of the Group during the current quarter under review.

A12. Fair Value of Financial Instruments

There were no gains or losses arising from fair value changes for all financial assets and liabilities for the current quarter under review.

A13. Capital Commitments

	Unaudited As at 30.6.2025 RM
Approved and contracted for:	
Purchase of property, plant and equipment	<u>28,437,902</u>

A14. Contingent Liabilities

There were no contingent liabilities at the Group level as at the date of this report.

A15. Significant Related Party Transactions

The Group had the following transactions with related parties during the financial period ended 30 June 2025

	Unaudited 6 Months Ended 30.6.2025 RM
Transaction with Director	
Rent office building	37,800
Transaction with companies in which the Directors of subsidiaries have financial interest:	
Rent of office buildings	108,000
Purchase of petrochemical products	9,603,715
Mining Work	6,840,797

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B. ADDITIONAL INFORMATION REQUIRED BY THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

B1. Review of Group Performance

	3 Months Ended			6 Months Ended		
	30.6.2025 RM	30.6.2024 RM	Variance %	30.6.2025 RM	30.6.2024 RM	Variance %
Revenue	108,612,464	92,921,717	16.9%	209,818,712	186,891,392	12.3%
Profit/(Loss)Before Taxation	2,924,602	(6,734,760)	143.4%	4,834,601	(19,259,128)	125.1%
Profit/(Loss) After Taxation	2,366,365	(6,744,876)	135.1%	4,197,985	(19,415,158)	121.6%
Profit/(Loss) attributable to owners of the Company	1,268,088	(4,619,174)	127.5%	2,240,782	(19,141,784)	111.7%

For the current quarter under review, the Group recorded a 16.9% increase in revenue compared to the preceding year's corresponding quarter. The revenue was mainly contributed by the Construction and Support Services Segment (RM47.3 million or 43.5%), Quarry Segment (RM58.5 million or 53.8%) whilst the remaining revenue was derived from the Property Investment, Green Energy and Development Segments.

The Group reported a profit attributable to owners of RM1.3 million compared to a loss of RM4.6 million in the same quarter last year.

Construction and Support Services Segment

The division recorded a profit before taxation ("PBT") of RM0.7 million for current financial quarter, marking a significant improvement compared to the loss before taxation ("LBT") of RM2.1 million in the preceding year corresponding quarter. The improvement in profitability for the current quarter is attributable to gains arising from the disposal of machineries, continued disciplined execution and project delivery capabilities.

Quarry Segment

The division recorded a PBT of RM2.4 million, versus LBT of RM4.1 million in the preceding year corresponding quarter. The positive turnaround in the current quarter was mainly driven by higher revenue from increase in demand.

Green Energy Segment

The division recorded PBT of RM0.1 million versus LBT of RM0.3 million in the preceding year corresponding quarter. The improvement in performance was mainly attributable to profit contributions from the LSS4 project, which commenced operations at the end of 2024.

Development Segment

The division maintained an LBT of RM0.2 million, similar to the preceding year corresponding quarter, as we continue to see revenue contributions from CLQ rental remain subdued during the quarter. In respect of the Silver Valley Technology Park development project, the Group is taking deliberate steps to strengthen its sales and marketing capabilities, with targeted initiatives aimed at enhancing market reach and driving sustainable sales growth

Property Investment Segment

The division registered a marginally higher LBT at RM0.16 million versus LBT of RM0.14 million. Management continues to actively source for new opportunities to optimise income generation from this segment.

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(Incorporated in Malaysia)

B. ADDITIONAL INFORMATION REQUIRED BY THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (CONT'D)**B2. Comparison with Preceding Quarter Results**

	3 Months Ended		
	30.6.2025	31.3.2025	Variance
Revenue	108,612,464	101,206,248	7.3%
Profit / (Loss) before tax	2,924,602	1,909,999	53.1%
Profit / (Loss) attributable to owners of the Company	1,268,088	972,694	30.4%

During the current quarter under review, the Group recorded a higher revenue of RM108.6 million versus RM101.2 million in the preceding quarter and a higher PBT of RM2.9 million for current financial quarter compared to RM1.9 million in the preceding quarter.

Overall, the Group reported a higher profit attributable to Owners of the Company at RM1.3 million compared to RM1.0 million in the preceding quarter. The improved performance in the current quarter was mainly supported by continuous demand in the Quarry segment and stronger execution and project management in the Construction and Support Services Segment.

B3. Prospects

Malaysia's Gross Domestic Product (GDP) expanded by 4.4 per cent in the second quarter of 2025, sustaining the same growth rate recorded in the first quarter. The, overall growth for 2025 is expected to expand between 4.0% and 4.8% compared with the 5.1 per cent GDP growth achieved in 2024, amid heightened market volatility stemming from uncertainties surrounding tariff developments and ongoing geopolitical tensions.

The United States' reciprocal tariff on Malaysia, set at 19 per cent effective 1 August 2025, is anticipated to exert further pressure on the economy. In addition, the imposition of Sales and Service Tax (SST) on construction, rental and leasing services effective 1 July 2025 may hinder the Company's near-term ability to pursue growth initiatives. As at 30th June 2025, the outstanding order book stands at approximately RM754 million, supporting operations for the next two years.

Bank Negara Malaysia reduced the Overnight Policy Rate (OPR) by 25 basis points to 2.75% in July 2025. This monetary easing is expected to support broader economic activity by lowering borrowing costs and may also benefit the Company through reduced financing expenses and improved liquidity for its projects.

The Group will focus on executing its ongoing projects while actively pursuing new opportunities in infrastructure, renewable energy, and property development to expand its order book. The Group will continue to implement effective cost control measures amid ongoing geopolitical uncertainties.

The commencement of the LSS4 project at the end of 2024 is contributing positively to the revenue and profitability of the Group.

The Group is well-positioned to capitalize on growth opportunities, supported by its core competencies in earthworks and infrastructure development, which are in line with the government's strategic focus on long-term infrastructure investment and sustainable development. Barring unforeseen circumstances, the Group expects to maintain its growth trajectory and improve operational efficiency across its divisions.

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B. ADDITIONAL INFORMATION REQUIRED BY THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (CONT'D)

B4. Profit Forecast

The Group did not issue any profit forecast or profit guarantee during the current year to date under review.

B5. Taxation

	Unaudited 6 Months Ended	
	30.6.2025	30.6.2024
	RM	RM
Income tax	954,847	1,579,138
Deferred tax	(318,231)	(1,423,108)
	<u>636,616</u>	<u>(156,030)</u>

The Group's effective tax rate ("ETR") for the financial year is lower than statutory tax rate of 24.0% mainly due to the impact of deferred tax and utilisation of tax credits..

B6 Status of Corporate Proposals

There are no corporate proposals announced but not completed as at date of this report.

B7. Group Borrowings and Debt Securities

	Unaudited As at 30.6.2025	Audited As at 31.12.2024
	RM	RM
<u>Secured</u>		
<u>Non-current</u>		
Term loans	98,781,235	103,363,367
Hire Purchases	10,538,289	14,856,790
<u>Current</u>		
Term loans	18,612,893	22,965,533
Hire Purchases	10,036,526	13,598,405
Bankers' acceptances	18,286,235	16,701,800
Invoice financing	23,592,245	23,280,081
Revolving credit	15,000,000	15,000,000
Bank overdrafts	20,886,894	14,264,959
Bank factoring	7,749,452	6,857,573
	<u>223,483,769</u>	<u>230,888,508</u>

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**B. ADDITIONAL INFORMATION REQUIRED BY THE MAIN MARKET LISTING REQUIREMENTS OF
BURSA MALAYSIA SECURITIES BERHAD (CONT'D)****B8. Material Litigation**

There is no pending material litigation involving the Group pending as at the date of this report, except for the following:

Zeti Ismrizan Binti Isa & 5 Ors vs. Spring Energy Sdn Bhd

Spring Energy Sdn. Bhd. ("SESB"), a wholly owned subsidiary of Spring Energy Resources Berhad, was served with a Writ of Summons and Statement of Claim on 19 April 2021 by Zeti Ismrizan Binti Isa and five others ("Plaintiffs") under Shah Alam High Court Civil Suit No. BA-23NCVC-24/04/2021. The Plaintiffs allege that SESB carried out road and earthwork construction at Lot 281 & 282, Kampung Bukit Damar without consent, causing damage and decrease in the value to their land, and are claiming RM3.97 million in damages.

SESB filed a Third Party Claim against Persatuan Penduduk Bukit Damar Dengkil and others for indemnity, alleging breach of agreement and misrepresentation of landowners' consent. SESB pursued further applications and subsequently initiated a new suit (BA-22NCVC-99-03/2022) against the Third Parties for breach of contract, deceit, and misrepresentation. Both suits were later consolidated.

After various case managements, appeals, and strike-out attempts, the Court has fixed the next trial dates on 11 September 2025.

Advancecon Infra Sdn Bhd vs China Communications Construction (ECRL) Sdn Bhd

On 19 June 2025, Advancecon Infra Sdn Bhd (AISB), a wholly-owned subsidiary of Advancecon Holdings Berhad, served a Notice of Adjudication ("NOA") pursuant to Sections 7 and 8 of the Construction Industry Payment and Adjudication Act 2012 ("CIPAA") on China Communications Construction (ECRL) Sdn Bhd ("CCC").

AISB commenced adjudication proceedings under CIPAA against CCC in respect of unpaid works under the ECRL contracts amounting to RM10.17 million and RM5.05 million, respectively. On 7 August 2025, AISB formally issued and served the Adjudication Claim on CCC ("the Respondent") pursuant to Section 9 of CIPAA.

The Adjudicator is expected to render a decision within the statutory period of 45 working days from the close of pleadings, in accordance with CIPAA provisions.

B9 Dividends Declared

There was no dividend declared during the current year under review.

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B. ADDITIONAL INFORMATION REQUIRED BY THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (CONT'D)
B10. Earnings/(Loss) Per Share

	Unaudited	
	6 Months Ended	
	30.6.2025	30.6.2024
Profit/ (Loss) after tax attributable to the owners of the Company (RM)	2,240,782	(19,141,784)
Basic earnings/ (loss) per share		
Weighted average number of ordinary shares	574,830,000	575,350,600
Basic earnings/ (loss) per share (sen) ⁽¹⁾	0.39	(3.33)
Diluted earnings/ (loss) per share		
Weighted average number of ordinary shares	574,830,000	575,350,600
Diluted earnings/ (loss) per share (sen) ⁽²⁾	0.39	(3.33)

Notes:

- (1) Earnings/ (loss) per ordinary share Basic earnings/ (loss) per ordinary share is calculated by dividing the consolidated profit or loss attributable to ordinary shareholders of the Company by the weighted average number of ordinary shares outstanding during the reporting period, adjusted for own shares held.
- (2) Diluted earnings/ (loss) per ordinary share is determined by adjusting the consolidated profit or loss attributable to ordinary shareholders of the Company and the weighted average number of ordinary shares outstanding, adjusted for own shares held, for the effects of all dilutive potential ordinary shares

B11. Profit/ (Loss) Before Taxation

Profit/ (Loss) before taxation was arrived at after charging/(crediting):

	Unaudited	
	Individual	Cumulative
	Quarter	Quarter
	30.6.2025	30.6.2025
	RM	RM
Auditors' remuneration	93,250	186,500
Depreciation:		
- property, plant and equipment	10,003,922	19,992,924
- investment properties	139,728	279,591
Impairment loss on:		
- other receivables	359,998	359,998
- related party	1,235	1,235
- contract assets	878,366	878,366
Amortisation of intangible asset	25,000	50,000
Directors' remuneration	602,718	1,350,268
Royalties and tributes	3,106,322	6,722,718
Interest expenses	3,801,035	7,571,681
Staff costs	20,788,136	40,609,052
Gain on disposal of property, plant and equipment	(1,625,751)	(1,787,839)
Interest income	(246,584)	(497,755)
Dividend income from short-term investments	(2,680)	(5,056)

BY ORDER OF THE BOARD
28 AUGUST 2025