FURNIWEB HOLDINGS LIMITED
飛霓控股有限公司

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 8480)

ANNUAL RESULTS ANNOUNCEMENT FOR THE YEAR ENDED 31 DECEMBER 2025

CHARACTERISTICS OF GEM OF THE STOCK EXCHANGE OF HONG KONG LIMITED (THE "STOCK EXCHANGE")

GEM has been positioned as a market designed to accommodate small and mid-sized companies to which a higher investment risk may be attached than other companies listed on the Stock Exchange. Prospective investors should be aware of the potential risks of investing in such companies and should make the decision to invest only after due and careful consideration.

Given that the companies listed on GEM are generally small and mid-sized companies, there is a risk that securities traded on GEM may be more susceptible to high market volatility than securities traded on the Main Board of the Stock Exchange and no assurance is given that there will be a liquid market in the securities traded on GEM.

*This announcement, for which the directors (the "**Directors**") of FURNIWEB HOLDINGS LIMITED (the "**Company**" together with its subsidiaries, the "**Group**") collectively and individually accept full responsibility, includes particulars given in compliance with the Rules Governing the Listing of Securities on GEM of the Stock Exchange (the "**GEM Listing Rules**") for the purpose of giving information with regard to the Company. The Directors, having made all reasonable enquiries, confirm that to the best of their knowledge and belief, the information contained in this announcement is accurate and complete in all material respects and not misleading or deceptive, and there are no other matters the omission of which would make any statement herein or this announcement misleading.*

ANNUAL RESULTS

The board of Directors of the Company (the "**Board**") announces the audited consolidated results of the Group for the year ended 31 December 2025 (the "**Financial Year**"), together with the comparative audited figures for the year ended 31 December 2024, as follows:

CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

FOR THE YEAR ENDED 31 DECEMBER 2025

	Notes	**2025** ***RM'000***	2024 *RM'000*
Revenue	*3*	**234,279**	191,090
Cost of sales and services		**(173,671)**	(138,419)
Gross profit		**60,608**	52,671
Other income	*4*	**536**	806
Selling and distribution costs		**(1,835)**	(2,440)
Administrative expenses		**(30,407)**	(30,434)
Interest income		**1,094**	1,220
Finance costs	*5*	**(835)**	(1,004)
Impairment loss on financial assets, net		**(285)**	(8,146)
Impairment loss on property, plant and equipment		**(1,100)**	–
Other gains or losses, net	*4*	**5,664**	(848)
Share of profit of a joint venture, net of tax		**569**	558
Profit before income tax expense	*6*	**34,009**	12,383
Income tax expense	*7*	**(6,866)**	(3,350)
Profit for the year		**27,143**	9,033

	Notes	**2025** *RM'000*	2024 *RM'000*
Other comprehensive income, net of tax			
Items that may be reclassified subsequently to profit or loss:			
— Exchange differences on translation of foreign operations		**(6,405)**	(2,139)
— Realisation of reserves from partial disposal of equity interest in a joint venture		**78**	–
— Share of other comprehensive income of a joint venture		**(126)**	(90)
		(6,453)	(2,229)
Items that will not be reclassified subsequently to profit or loss:			
— Exchange differences on translation into presentation currency		**(5,745)**	(2,394)
Total other comprehensive income for the year, net of tax		**(12,198)**	(4,623)
Total comprehensive income for the year attributable to owners of the Company		**14,945**	4,410
Earnings per share:			
Basic and diluted (cents)	*9*	**3.05**	1.50

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

AS AT 31 DECEMBER 2025

	Notes	**2025** **RM'000**	2024 RM'000
Non-current assets			
Property, plant and equipment		**27,378**	30,709
Investment properties	*10*	**65,180**	–
Right-of-use assets		**8,377**	9,590
Goodwill and other intangible assets		**12,503**	14,407
Interest in a joint venture		**745**	938
Loan receivable	*11*	**–**	5,000
Other investment		**2,072**	1,116
Deferred tax assets		**7**	–
		116,262	61,760
Current assets			
Inventories		**22,182**	28,712
Contract costs		**530**	2,120
Trade and other receivables	*11*	**43,860**	42,386
Contract assets		**19,768**	7,597
Amount due from a joint venture		**56**	139
Current tax recoverable		**1,680**	1,929
Time deposits with original maturities over three months		**19,320**	11,182
Cash and cash equivalents		**68,515**	50,220
		175,911	144,285
Current liabilities			
Trade and other payables	*12*	**58,592**	38,130
Contract liabilities		**59**	65
Borrowings		**13,560**	15,260
Lease liabilities		**994**	1,610
Current tax liabilities		**3,703**	2,572
		76,908	57,637
Net current assets		**99,003**	86,648
Total assets less current liabilities		**215,265**	148,408

	Notes	**2025** *RM'000*	2024 *RM'000*
Non-current liabilities			
Lease liabilities		**2,411**	3,076
Deferred income		**864**	973
Deferred tax liabilities		**1,591**	1,597
		4,866	5,646
NET ASSETS		**210,399**	142,762
Capital and reserves			
Share capital	*13*	**50,973**	32,633
Reserves		**159,426**	110,129
TOTAL EQUITY		**210,399**	142,762

NOTES TO THE FINANCIAL INFORMATION

1. GENERAL INFORMATION

The Company was incorporated in the Cayman Islands with limited liability on 3 March 2017 under the Companies Law, Cap. 22 (Law 3 of 1961, as consolidated and revised) of the Cayman Islands and its ordinary shares are listed on GEM of The Stock Exchange of Hong Kong Limited since 16 October 2017 (the "**Listing**"). The addresses of the Company's registered office and its headquarters are Cricket Square, Hutchins Drive, P.O. Box 2681, Grand Cayman, KY1-1111, Cayman Islands and Lot 1883, Jalan KPB 9, Kg. Bharu Balakong, 43300 Seri Kembangan, Selangor, Malaysia respectively. The principal place of business in Hong Kong is 31st Floor, 148 Electric Road, North Point, Hong Kong.

The principal activity of the Company is investment holding and its subsidiaries are principally engaged in the manufacturing and sale of elastic textile, webbing and rubber tape related products, and energy efficiency business. On 7 February 2025, the Group acquired 50 condominium units located in Malaysia to earn rental income and the Group's business is diversified to property investment.

The immediate holding company of the Company is PRG Holdings Berhad ("**PRG Holdings**"), a public limited liability company incorporated in Malaysia and the issued shares of which are listed on the Main Market of Bursa Malaysia Securities Berhad. In the opinion of the directors, PRG Holdings is also the ultimate holding company of the Company.

2. BASIS OF PREPARATION AND ACCOUNTING POLICIES

The consolidated financial statements have been prepared in accordance with IFRS Accounting Standards issued by the International Accounting Standards Board ("**IASB**") (the "**IFRS Accounting Standards**") and the disclosure requirements of the Hong Kong Companies Ordinance. In addition, the consolidated financial statements include applicable disclosures required by the GEM Listing Rules. They have been prepared under the historical cost basis except for investments in life insurance policies which are measured at account value.

The audited consolidated financial statements are presented in Malaysian Ringgit ("**RM**"), which is the functional currency of the Company's major operating subsidiaries and all values are rounded to the nearest thousand (RM'000) except when otherwise indicated.

Amendments to IFRS Accounting Standards that are effective for annual period beginning on 1 January 2025

Amendments to IAS 21	*Lack of Exchangeability*
Amendments to Illustrative Examples on IFRS 7, IFRS 18, IAS 1, IAS 8, IAS 36 and IAS 37	*Disclosures about Uncertainties in the Financial Statements*

The adoption of the above amendments to IFRS Accounting Standards that are effective for the current accounting period did not have material impact on the Group's consolidated financial statements.

New and amendments to IFRS Accounting Standards that have been issued but not yet effective

New and Amendments to IFRS Accounting Standards		Effective date
Amendments to IFRS 9 and IFRS 7	*Amendments to the Classification and Measurement of Financial Instruments*	1 January 2026
Amendments to IFRS 9 and IFRS 7	*Contracts Referencing Nature-Dependent Electricity*	1 January 2026
Annual Improvements	*Annual Improvements to IFRS Accounting Standards — Volume 11*	1 January 2026
IFRS 18	*Presentation and Disclosure in Financial Statements*	1 January 2027
IFRS 19	*Subsidiaries without Public Accountability: Disclosures*	1 January 2027
Amendments to IAS 21	*Translation to a Hyperinflationary Presentation Currency*	1 January 2027
Amendments to IFRS 10 and IAS 28	*Sale or Contribution of Assets between an Investor and its Associate or Joint Venture*	To be determined

IFRS 18 — Presentation and Disclosures in Financial Statements

IFRS 18 *Presentation and Disclosure in Financial Statements* ("**IFRS 18**"), which was issued by the IASB in April 2024 supersedes IAS 1 and will result in major consequential amendments to IFRS Accounting Standards including IAS 8 *Basis of Preparation of Financial Statements* (renamed *from Accounting Policies, Changes in Accounting Estimates and Errors*). Even though IFRS 18 will not have any effect on the recognition and measurement of items in the consolidated financial statements, it is expected to have a material effect on the presentation and disclosure of certain items. These changes include categorisation and sub-totals in the statement of profit or loss, aggregation or disaggregation and labelling of information, and disclosure of management-defined performance measures.

The directors anticipate that all of the relevant pronouncements will be adopted in the Group's accounting policy for the first period beginning after the effective date of the pronouncement. The directors are currently assessing the possible effect of these new and amendments to IFRS Accounting Standards on the Group's results and financial position in the first year of application. Except for IFRS 18 as discussed above, other new and amendments to IFRS Accounting Standards that have been issued but not yet effective are unlikely to have a material impact on the Group's results and financial position upon application.

3. REVENUE AND SEGMENT REPORTING

The Company's subsidiaries are principally engaged in the manufacturing and sales of elastic textile, webbing and rubber tape related products, energy efficiency business and property investment.

The Group determines its operating segments and prepares segment information based on the financial information provided regularly to the chief executive officer who is the chief operating decision-maker (the "**CODM**") for the purposes of resources allocation and assessment of segment performance. The Group has identified the following three reportable segments for its operating segments:

(i) Manufacturing (the "**manufacturing segment**");

(ii) Energy efficiency (the "**energy efficiency segment**"); and

(iii) Property investment (the "**property investment segment**").

In addition to the above reportable segments, the Group has identified one other segment, i.e. "Others", which includes the business and activities of money lending as well as head office.

The CODM assesses the performance of the operating segments on the basis of profit before income tax expense calculated in accordance with IFRS Accounting Standards. Inter-segment sales are priced along the same lines as sales to external customers, and is eliminated in the consolidated financial statements.

Information of the operating segments of the Group reported to the CODM for the purposes of resources allocation and performance assessment does not include segment assets and segment liabilities. Accordingly, no information of segment assets and segment liabilities is presented.

Year ended 31 December 2025

	Manufacturing *RM'000*	Energy efficiency *RM'000*	Property investment *RM'000*	Others *RM'000*	Total *RM'000*
Revenue					
Revenue from external customers	79,520	154,701	–	58	234,279
Results					
Segment profit/(loss)	6,981	23,515	(273)	2,958	33,181
Interest income	576	195	–	323	1,094
Finance costs	(763)	(66)	–	(6)	(835)
Share of profit of a joint venture, net of tax	569	–	–	–	569
Profit/(Loss) before income tax expense	7,363	23,644	(273)	3,275	34,009
Income tax expense	(1,749)	(5,117)	–	–	(6,866)
Profit/(Loss) for the year	5,614	18,527	(273)	3,275	27,143
Other segment items					
Amortisation and depreciation	(3,153)	(1,886)	–	(99)	(5,138)
Decrease in value of other investment	–	(240)	–	–	(240)
Government grant	109	–	–	–	109
Recovery of bad debts	144	–	–	–	144
Impairment loss on property, plant and equipment	(1,100)	–	–	–	(1,100)
Reversal of impairment loss/(Impairment loss) on financial assets, net	39	(324)	–	–	(285)

Year ended 31 December 2024

	Manufacturing *RM'000*	Energy efficiency *RM'000*	Property investment* *RM'000*	Others *RM'000*	Total *RM'000*
Revenue					
Revenue from external customers	92,366	98,601	–	123	191,090
Results					
Segment profit/(loss)	9,181	13,795	(7)	(11,360)	11,609
Interest income	840	86	–	294	1,220
Finance costs	(816)	(182)	–	(6)	(1,004)
Share of profit of a joint venture, net of tax	558	–	–	–	558
Profit/(Loss) before income tax expense	9,763	13,699	(7)	(11,072)	12,383
Income tax expense	(720)	(2,630)	–	–	(3,350)
Profit/(Loss) for the year	9,043	11,069	(7)	(11,072)	9,033
Other segment items:					
Amortisation and depreciation	(2,931)	(2,498)	–	(113)	(5,542)
Decrease in value of other investment	–	(281)	–	–	(281)
Government grant	27	–	–	–	27
Impairment loss on financial assets	(67)	–	–	(8,079)	(8,146)

* The comparative figure of segment information was restated to conform the current year's presentation.

Geographical information

The Company is domiciled in the Cayman Islands. The Group's manufacturing facilities and sales offices are based in Malaysia and Vietnam, whereas its energy efficiency business is based in the Republic of Singapore ("**Singapore**") and Malaysia and the property investment located in Malaysia.

An analysis of the Group's revenue from external customers by geographical location, determined based on location of customers from which the sales transactions originated, is as follows:

	2025	2024
	RM'000	*RM'000*
Asia Pacific		
— Malaysia	**63,511**	32,768
— Singapore	**95,544**	74,341
— Vietnam	**18,054**	19,200
— Other regions of Asia Pacific	**34,773**	31,618
	211,882	157,927
Europe	**6,513**	9,191
North America	**15,116**	23,176
Others	**768**	796
	234,279	191,090

An analysis of the Group's non-current assets other than financial instruments, deferred tax assets and asset arising under insurance contract (i.e. specific non-current assets) by geographical locations, determined based on the location of the assets or location of operations in case of interest in a joint venture, is as follows:

	2025	2024
	RM'000	*RM'000*
Malaysia	**96,998**	34,742
Vietnam	**5,388**	6,561
Singapore	**11,672**	14,300
Hong Kong	**125**	41
	114,183	55,644

Information about major customers

Revenue from customers individually contributing 10% or more of the total revenue of the Group for the reporting periods is as follows:

	2025	2024
	RM'000	*RM'000*
Customer A	**59,063**	24,041

Revenue derived from the above major customer is reported under the energy efficiency segment.

Disaggregation of revenue by sources and timing of revenue recognition

	Manufacturing *RM'000*	Energy efficiency *RM'000*	Property investment *RM'000*	Others *RM'000*	Total *RM'000*
Year ended 31 December 2025					
Revenue from contracts with customers					
Recognised at a point in time:					
— Sales of goods	**79,520**	**55**	**–**	**–**	**79,575**
Recognised over time:					
— Contract income	**–**	**118,999**	**–**	**–**	**118,999**
— Maintenance service income	**–**	**20,081**	**–**	**–**	**20,081**
— Other services	**–**	**15,566**	**–**	**–**	**15,566**
	–	**154,646**	**–**	**–**	**154,646**
	79,520	**154,701**	**–**	**–**	**234,221**
Revenue from other sources					
— Others	**–**	**–**	**–**	**58**	**58**
	79,520	**154,701**	**–**	**58**	**234,279**
Year ended 31 December 2024					
Revenue from contracts with customers					
Recognised at a point in time:					
— Sales of goods	92,366	178	–	–	92,544
Recognised over time:					
— Contract income	–	72,306	–	–	72,306
— Maintenance service income	–	15,789	–	–	15,789
— Other services	–	10,328	–	–	10,328
	–	98,423	–	–	98,423
	92,366	98,601	–	–	190,967
Revenue from other sources					
— Others	–	–	–	123	123
	92,366	98,601	–	123	191,090

4. OTHER INCOME AND OTHER GAINS OR LOSSES, NET

	2025	2024
	RM'000	*RM'000*
Other income		
Commission income	**114**	113
Government grant	**109**	27
Recovery of bad debts	**144**	–
Others	**169**	666
	536	806

	2025	2024
	RM'000	*RM'000*
Other gains or losses, net		
Decrease in value of other investment	**(240)**	(281)
Gain/(Loss) on foreign exchange, net:		
— realised	**493**	(442)
— unrealised	**5,440**	(149)
Gain on partial disposal of equity interest in a joint venture	**6**	–
(Loss)/Gain on lease modification/termination, net	**(2)**	14
(Loss)/Gain on disposal of property, plant and equipment, net	**(33)**	10
	5,664	(848)

5. FINANCE COSTS

	2025	2024
	RM'000	*RM'000*
Interest on:		
— borrowings	**632**	698
— lease liabilities	**203**	306
	835	1,004

6. PROFIT BEFORE INCOME TAX EXPENSE

The Group's profit before income tax expense is arrived at after charging/(crediting) the following:

	2025	2024
	RM'000	*RM'000*
Auditor's remuneration		
— Statutory audit		
— current	**552**	561
— under/(over)-provision in prior year	**8**	(2)
— Other services	**–**	58
Amortisation and depreciation	**5,138**	5,542
Amortisation of intangible assets	**694**	742
Depreciation of property, plant and equipment	**2,744**	2,452
Depreciation of right-of-use assets	**1,700**	2,348
Cost of inventories recognised as expenses	**152,454**	122,162
Provision/(Reversal of provision) for slow moving inventories, net	**106**	(13)
Provision for slow moving inventories	**138**	235
Reversal of provision for slow moving inventories	**(32)**	(248)
Write-off of deposits	**65**	–
Write-off of inventories	**199**	38
Impairment loss on financial assets, net	**285**	8,146
— Impairment loss on trade receivables, net	**131**	67
— Impairment loss on contract assets	**154**	–
— Impairment loss on other receivables	**–**	7,893
— Impairment loss on loans receivable	**–**	186
Impairment loss on property, plant and equipment	**1,100**	–
Employee costs (including directors' emoluments) included in:	**55,974**	53,430
— cost of sales and services	**35,357**	33,182
— selling and distribution expenses	**125**	206
— administrative expenses	**20,492**	20,042

7. INCOME TAX EXPENSE

	2025	2024
	RM'000	*RM'000*
Current tax — Malaysian income tax		
— provision for the year	**3,854**	1,997
— (over)/under-provision in prior years	**(37)**	238
	3,817	2,235
Current tax — Other major tax jurisdictions		
— provision for the year	**3,144**	2,684
— over-provision in prior years	**(131)**	(237)
	3,013	2,447
Total current tax	**6,830**	4,682
Deferred tax	**36**	(1,332)
Total income tax expense	**6,866**	3,350

Pursuant to the rules and regulations of the Cayman Islands, the Company is not subject to any income tax in the Cayman Islands.

The Malaysian income tax is calculated at the statutory tax rate of 24% (2024: 24%) of the estimated taxable profit for the year.

Income tax expense for other major tax jurisdictions including Singapore, Vietnam and Hong Kong, are calculated at the rates prevailing in those respective jurisdictions.

8. DIVIDENDS

On 11 March 2026, a special dividend (the "**Special Dividend**") of HK$0.015 per ordinary share, amounting to approximately HK$13,850,000 (equivalent to approximately RM7,575,000) in total, was declared and approved by the Board pursuant to Article 152(C) of the Company's Articles of Association. The Special Dividend will be paid in cash on or around 23 April 2026 to the shareholders of the Company whose names appear on the register of members of the Company on 30 March 2026. The Special Dividend is not reflected as dividend payable in the consolidated financial statements for the year ended 31 December 2025.

The Board does not recommend the payment of a final dividend for the Financial Year.

The final dividend for the year ended 31 December 2024 of HK$0.01 per ordinary share, amounting to HK$9,233,000 (equivalent to approximately RM5,399,000) was approved by the shareholders of the Company at the annual general meeting of the Company held on 15 May 2025, and the dividend was paid in June 2025.

9. EARNINGS PER SHARE

The calculation of basic earnings per share attributable to owners of the Company is based on the following information:

	2025	2024
Earnings		
Profit for the year attributable to owners of the Company *(RM'000)*	**27,143**	9,033
Number of shares		
Weighted average number of ordinary shares in issue during the year *('000)*	**890,705**	601,566

Diluted earnings per share are same as the basic earnings per share as there have been no dilutive potential ordinary shares in existence for the years ended 31 December 2025 and 2024.

10. INVESTMENT PROPERTIES

	2025
	RM'000
Carrying amount	
At 1 January	–
Acquisition	65,180
At 31 December	65,180
Fair value at 31 December 2025	65,180

In 2023, PRG Holdings, the Company and PRG Land Sdn. Bhd., a wholly-owned subsidiary of the Company, entered into a conditional sale and purchase agreement pursuant to which the Group agreed to purchase 50 condominium units of a residential development in Malaysia (the "**Properties**") from PRG Holdings at a consideration of RM61,982,000 (the "**Consideration**"). The Consideration was satisfied by cash consideration of RM7,438,000 and the remaining consideration of RM54,544,000 was settled by issuing 321,756,000 ordinary shares of the Company (the "**Consideration Shares**") to PRG Holdings.

On 7 February 2025, the Company issued and allotted 321,756,000 ordinary shares to PRG Holdings as settlement of the remaining consideration. Upon issuing the Consideration Shares, the conditions precedent to the completion of the acquisition were fulfilled and the acquisition of the Properties was completed on 7 February 2025.

The Properties are held to earn rental yields, which are initially measured at fair value and subsequently stated at cost less depreciation and any impairment losses. During the year, the Properties were not available for the intended use and depreciation has not yet been provided.

No rental income was generated by the Properties during the year.

For disclosure purposes, the fair value of the Properties as at the end of reporting period was determined by the Directors based on valuation performed by an independent external property valuer using market comparison approach. The fair value is based on recent market information about prices of comparable properties with significant adjustments for differences in the characteristics of the Properties and the comparable properties. The fair value estimation is catagorised as level 3 in the fair value hierarchy.

11. TRADE AND OTHER RECEIVABLES

	2025	2024
	RM'000	*RM'000*
Trade receivables	**35,279**	31,507
Less: Allowance for impairment losses	**(314)**	(384)
Trade receivables, net	**34,965**	31,123
Other receivables, deposits and prepayments	**9,976**	17,801
Loans receivable	**6,122**	6,418
Less: Allowance for impairment losses	**(7,203)**	(7,956)
Other receivables and loans receivable, net	**8,895**	16,263
	43,860	47,386
Analysed into:		
Non-current assets	**–**	5,000
Current assets	**43,860**	42,386
	43,860	47,386

Trade receivables

Trade receivables are non-interest bearing and the normal trade credit terms granted by the Group range from 30 days to 90 days from invoice date. They are recognised at their original invoice amounts.

The ageing analysis of the gross carrying amount of trade receivables, based on invoice dates, as at 31 December 2025 and 2024 are as follows:

	2025	2024
	RM'000	*RM'000*
Within 30 days	**25,810**	21,227
31 to 60 days	**4,628**	5,416
61 to 90 days	**1,824**	3,096
91 to 180 days	**2,996**	1,645
Over 180 days	**21**	123
	35,279	31,507

12. TRADE AND OTHER PAYABLES

	2025	2024
	RM'000	*RM'000*
Trade payables	**11,162**	12,975
Other payables	**47,430**	25,155
	58,592	38,130

Trade payables

Trade payables are non-interest bearing and the normal trade credit terms granted to the Group range from one month to three months from invoice date.

The ageing analysis of trade payables, based on invoice dates, as at 31 December 2025 and 2024 are as follows:

	2025	2024
	RM'000	*RM'000*
Within 30 days	**9,221**	9,806
31 to 60 days	**685**	1,888
61 to 90 days	**268**	1,127
Over 90 days	**988**	154
	11,162	12,975

13. SHARE CAPITAL

	Number of shares	Amount
	'000	*HK$'000*
Authorised		
Ordinary shares of HK$0.1 each		
At 1 January 2024, 31 December 2024, 1 January 2025 and 31 December 2025	**2,000,000**	200,000

	Number of shares	Amount	Amount
	'000	*HK$'000*	*RM'000*
Issued and fully paid			
Ordinary shares of HK$0.1 each			
At 1 January 2024, 31 December 2024 and 1 January 2025	**601,566**	60,157	32,633
Issue of new shares *(note)*	**321,756**	32,175	18,340
At 31 December 2025	**923,322**	92,332	50,973

Note: As disclosed in note 10, the Company issued and allotted 321,756,000 ordinary shares to PRG Holdings as part of the consideration of the acquisition of Properties. As a result, the issued share capital of the Company increased by 321,756,000 ordinary shares from 601,566,000 ordinary shares to 923,322,000 ordinary shares during the current year. The Consideration Shares amounting to RM57,742,000 being the difference between the fair value of Properties amounting to RM65,180,000 and the cash consideration of RM7,438,000, was recognised as to RM18,340,000 as share capital and RM39,402,000 as share premium.

MANAGEMENT DISCUSSION AND ANALYSIS

BUSINESS REVIEW

(a) Manufacturing Segment

The Group is a long-established elastic textile and webbing manufacturer in Malaysia and Vietnam. The products are manufactured and sold in Malaysia and Vietnam, and also exported to over 30 countries including the United States, the United Kingdom, India, Indonesia, Australia, Sri Lanka and Pakistan.

During the Financial Year, domestic sales and export sales accounted for approximately 27.1% and 72.9% (2024: 28.9% and 71.1%) of the total revenue from the manufacturing segment, respectively. The Asia-Pacific region, Europe and North America continued to be the major export markets of the Group during the years ended 31 December 2025 and 2024.

The revenue from the manufacturing segment for the Financial Year was approximately RM79.5 million (2024: RM92.4 million), which decreased by approximately RM12.9 million or 14.0% compared to 2024. The overall decrease in revenue from the manufacturing segment was mainly attributable to lower sales orders during the Financial Year, as well as the weakening of the United States Dollar ("**USD**") against Ringgit Malaysia ("**RM**"), as the manufacturing segment's sales are predominantly denominated in USD.

(b) Energy Efficiency Segment

During the Financial Year, the revenue from the energy efficiency segment mainly comprised energy solution contracts, maintenance service contracts, other services and sales of goods, which accounted for approximately 76.92%, 12.98%, 10.06% and 0.04% (2024: 73.33%, 16.01%, 10.48% and 0.18%) of total revenue for the energy efficiency segment, respectively. The revenue for the Financial Year from the energy efficiency segment was approximately RM154.7 million (2024: RM98.6 million), representing an increase of RM56.1 million or 56.9% compared to 2024. The significant growth was mainly driven by increased income from projects, especially data center projects in Malaysia and maintenance services.

FINANCIAL REVIEW

Revenue

The Group's revenue for the Financial Year amounted to approximately RM234.3 million (2024: RM191.1 million), representing an increase of RM43.2 million or 22.6% compared to 2024. The increase of revenue was mainly due to higher revenue contributed by the energy efficiency segment during the Financial Year as compared to 2024, which was explained in "**Business Review**" in this announcement.

For the Financial Year, the manufacturing segment and the energy efficiency segment contributed approximately 33.9% and 66.0% of the Group's total revenue, respectively (2024: 48.3% and 51.6%).

Cost of Sales and Services

For the Financial Year, the cost of sales and services of the Group amounted to approximately RM173.7 million (2024: RM138.4 million), representing an increase of approximately RM35.3 million or 25.5% compared to 2024. The increase in cost of sales and services was consistent with the increase in revenue.

Gross Profit and Gross Profit Margin

For the Financial Year, the Group achieved gross profit of approximately RM60.6 million (2024: RM52.7 million), representing an increase of approximately RM7.9 million or 15.0% compared to 2024, which was in line with the revenue growth achieved during the Financial Year.

However, the gross profit margin of the Group decreased from 27.6% in 2024 to 25.9% in 2025, which was primarily due to a decline in sales of goods in the manufacturing segment, which resulted from the weakening of the USD against the RM during the Financial Year.

Other Income and Other Gains or Losses, net

For the Financial Year, the total other income and other gains or losses, net of the Group amounted to approximately a gain of RM6.20 million (2024: loss of RM0.04 million), representing an increase of RM6.24 million compared to 2024, which was mainly due to a net gain on foreign exchange of RM5.93 million (2024: net loss on foreign exchange of RM0.59 million) during the Financial Year.

Selling and Distribution Costs

For the Financial Year, the selling and distribution costs of the Group amounted to RM1.8 million (2024: RM2.4 million), representing a decrease of approximately RM0.6 million or 25.0% compared to 2024. The decrease was consistent with the lower revenue generated from the manufacturing segment during the Financial Year.

Administrative Expenses

The administrative expenses mainly included salaries for management and administrative staff, depreciation of property, plant and equipment not directly used for production, and other miscellaneous expenses.

For the Financial Year, the administrative expenses of the Group amounted to RM30.4 million (2024: RM30.4 million), which remained consistent with 2024.

Profit for the Financial Year

Profit for the Financial Year amounted to RM27.1 million (2024: RM9.0 million), representing an increase of approximately RM18.1 million or 201.1% compared to 2024. The significant increase was mainly due to (i) higher profit contribution from the energy efficiency segment; (ii) a net gain on foreign exchange; and (iii) the recognition of expected credit loss allowance of RM7.9 million for the outstanding consideration receivable in 2024.

The increase was partially offset by the impairment loss on property, plant and equipment of RM1.1 million during the Financial Year.

LIQUIDITY AND FINANCIAL RESOURCES

The Group's primary uses of cash are to satisfy our working capital and capital expenditure needs. Since our establishment, our working capital needs and capital expenditure requirements have been principally financed through a combination of shareholders' equity, cash generated from operations, trade facilities and loans.

The Group adopts a prudent cash and financial management policy. The Group's cash, mainly denominated in USD, RM, Hong Kong Dollar ("**HK$**"), Vietnamese Dong ("**VND**"), and Singapore Dollar ("**SGD**"), are generally deposited with certain financial institutions such as bank. The Group's borrowings are mainly denominated in RM and SGD.

As at 31 December 2025, the Group's total equity attributable to owners of the Company amounted to approximately RM210.4 million (2024: RM142.8 million).

As at 31 December 2025, the Group's net current assets were approximately RM99.0 million (2024: RM86.6 million) and the Group had cash and cash equivalents (deducted bank overdrafts) of approximately RM68.5 million (2024: RM49.6 million). The Group had borrowings of approximately RM13.6 million (2024: RM15.3 million).

The interest rates of the Group's borrowings as at 31 December 2025 and 2024 ranged from 2.78% to 8.64% per annum and 3.00% to 8.89% per annum, respectively.

As at 31 December 2025, the Group's current ratio (calculated by dividing current assets by current liabilities as at the end of the year) was approximately 2.3 times (2024: 2.5 times). The Group was in a net cash position as at 31 December 2025 and 2024, therefore gearing ratio was not applicable.

Based on the Group's existing cash and cash equivalents and credit facilities available to the Group, the Group has adequate financial resources to fund the working capital required for its business operations in the coming year.

CAPITAL STRUCTURE

There has been no change in the capital structure of the Group during the Financial Year. The share capital of the Company only comprises ordinary shares.

DIVIDENDS

The Board does not recommend the payment of a final dividend for the Financial Year.

On 11 March 2026, a special dividend (the "**Special Dividend**") of HK$0.015 per ordinary share, amounting to approximately HK$13,850,000 (equivalent to approximately RM7,575,000) in total, was declared and approved by the Board pursuant to Article 152(C) of the Company's Articles of Association. The Special Dividend will be paid in cash on or around 23 April 2026 to the shareholders of the Company whose names appear on the register of members of the Company on 30 March 2026. The Special Dividend is not reflected as dividend payable in the consolidated financial statements for the year ended 31 December 2025.

The final dividend for the year ended 31 December 2024 of HK$0.01 per ordinary share, amounting to HK$9,233,000 (equivalent to approximately RM5,399,000) was approved by the shareholders of the Company at the annual general meeting of the Company held on 15 May 2025, and the dividend was paid in June 2025.

SIGNIFICANT INVESTMENT HELD BY THE GROUP

As at 31 December 2025 and 2024, there was no significant investment held by the Group.

MATERIAL ACQUISITIONS AND DISPOSALS OF SUBSIDIARIES, ASSOCIATES AND JOINT VENTURES

Save as disclosed in "**Significant Events During the Financial Year**" in this announcement, the Group did not have any other material acquisitions and disposals of subsidiaries, associates and joint ventures during the Financial Year.

PLEDGE OF ASSETS

As at 31 December 2025 and 2024, property, plant and equipment, right-of-use assets, investment in life insurance policy and time deposits of the Group with carrying amount of RM25.4 million and RM28.8 million respectively were pledged to banks and other financial institutions as security for the credit facilities granted to the Group.

FUTURE PLAN FOR MATERIAL INVESTMENTS AND CAPITAL ASSETS

Save as disclosed in "**Significant Events During the Financial Year**" in this announcement, the Group does not have any other plans for material investments and capital assets for the year ending 31 December 2026 as at the date of this announcement.

CONTINGENT LIABILITIES

As at 31 December 2025 and 2024, the Group did not have material contingent liabilities.

CAPITAL COMMITMENTS

As at 31 December 2025, the capital commitments for the acquisition of property, plant and equipment amounted to approximately RM5.5 million (2024: acquisition of property, plant and equipment and investment properties amounted to approximately RM0.3 million and RM54.5 million, respectively).

EMPLOYEES AND REMUNERATION POLICY

As at 31 December 2025, the Group employed 690 employees (2024: 695 employees). Employee costs amounted to approximately RM56.0 million for the Financial Year (2024: approximately RM53.4 million). The Group will endeavor to ensure that the employees' salary levels are in line with industry practice and prevailing market conditions and that employees' remuneration is determined based on their performance.

The Group aspires to develop and grow with our employees and is willing to invest in both work-related training and personal development of our employees. In general, the Group provides diversified on-the-job trainings based on the needs of respective positions, talents and interests of employees. The Group provides both internal and external trainings for employees, including specialised trainings for different departments on management skills as well as soft skills. Moreover, the Group established guidelines to assess the performance of our employees and implements development programs for our employees.

SHARE OPTION SCHEME

As at 31 December 2025, no share options had been granted under the share option scheme adopted by the Company on 20 September 2017. The number of options available for grant under the scheme mandate at the beginning and the end of the Financial Year was 50,400,000.

FOREIGN CURRENCY RISK

For the manufacturing segment, the Group derives a significant portion of its revenue in USD from the business with its international customers. After offsetting against USD-denominated purchases, the Group maintains a net USD exposure. While the Group adopts RM as the reporting currency, some of the assets and liabilities, for instance, receivables and payables were denominated in other currencies, such as USD. These foreign currency balances are revalued at each reporting financial year or period end with the prevailing exchange rate and may give rise to translational foreign exchange gain or loss.

Since mid-April 2025, the USD has weakened against the RM and has remained volatile without recovering to its previous levels. The depreciation trend has continued since December 2025. The sustained weakness and volatility of the USD have increased the Group's exposure to foreign currency risk, particularly in respect of its net position.

In light of this, the Group is closely monitoring currency movements and adopting a prudent approach in managing its exposure. The Directors continue to consult with bankers on foreign currency outlooks and risk management strategies. Where appropriate, the Group may enter into forward contract or other hedging instruments to mitigate the impact of foreign exchange fluctuations. Additionally, the Group is exploring the possibility of negotiating pricing adjustments with its customers should further adverse currency movements affect the Group's profitability.

FUTURE PROSPECTS AND OUTLOOK

The manufacturing segment is expected to remain cautious in the near term. Although the recent U.S. Supreme Court ruling has invalidated the previously announced reciprocal tariffs, the broader U.S. trade policy environment remains fluid and uncertain. Alternative trade measures, including temporary duties and other statutory tariffs mechanisms, remain in place and could be adjusted or expanded depending on future policy direction.

As a result, tariff risk has moderated but has not been fully eliminated. Customers, particularly those serving the U.S. market, continue to adopt a cautious procurement approach pending greater clarity on long-term trade arrangements. Pricing negotiations remain sensitive, as the customers factor in potential policy reversals or new trade measures.

In addition, the recent geopolitical tensions in the Middle East, have added fresh uncertainty to global chains and increased war-risk surcharges, and delays affecting ocean freight and air cargo movement. These developments have increased freight costs, insurance premiums and delivery lead times. Coupled with currency volatility, including movements in the USD against the RM, margin pressures are expected to persist.

In response, the Group will continue to emphasise cost optimisation, operational efficiency, product mix enhancement, and selective price adjustments to mitigate tariff and currency impacts. Diversification of customer base and market exposure will remain a key strategic focus to reduce concentration risk on U.S.-linked demand.

The energy efficiency segment continues to demonstrate resilience, supported by structural demand drivers such as data centre expansion, energy security concerns, and sustainability initiatives. Government policies promoting energy transition and carbon reduction, together with corporate ESG commitments, continue to underpin medium-term growth prospects.

With the global economy facing an increasingly uncertain and challenging outlook, the Group will remain resilient and vigilant in managing associated risks to ensure the sustainability of its businesses.

OTHER INFORMATION

CORPORATE GOVERNANCE PRACTICES

The Directors recognise the importance of good corporate governance in management and internal procedures so as to achieve effective accountability. The Company's corporate governance practices are based on the principles of good corporate governance as set out in the Corporate Governance Code in Appendix C1 to the GEM Listing Rules (the "**CG Code**") and in relation to, among others, the Directors, chairman and chief executive officer, Board composition, the appointment, re-election and removal of Directors, their responsibilities and remuneration and communications with the Shareholders.

To the best knowledge of the Board, the Company had complied with all the code provisions set out in the Part 2 of the CG Code during the Financial Year.

SIGNIFICANT EVENTS DURING THE FINANCIAL YEAR

(i) Purchase of 50 condominium units located within Picasso Residence in Malaysia

On 7 February 2025, all the conditions precedent to completion of the purchase of 50 condominium units located within a residential development to be known as Picasso Residence in Malaysia (the "**Properties**") were fulfilled and the transaction was completed. 321,756,000 new shares of the Company were allotted and issued to PRG Holdings in consideration for the said purchase. The percentage of shareholdings of PRG Holdings in the Company increase from 50.45% to 67.72%. The Properties were recognised as investment properties of the Group for earning rental income.

The 321,756,000 allotted shares are ordinary shares and their aggregate nominal value is HK$32,175,600. The market price of the allotted shares based on the closing price of the Company's shares on 7 February 2025 was HK$29,279,796.

For further details, please refer to the announcement of the Company dated 7 February 2025.

(ii) Resignation of joint company secretary of the Company

With effect from 30 June 2025, Mr. Au Yeung Yiu Chung has resigned as a joint company secretary of the Company and Ms. Cheng Lucy has then acted as the sole company secretary of the Company.

For further details, please refer to the announcement of the Company dated 30 June 2025.

(iii) Purchase of a piece of freehold land together with a single storey semi-detached factory and a double storey office building (the "Land and buildings") in Malaysia

On 15 December 2025, Texstrip Manufacturing Sdn. Bhd. (the "**Purchaser**") (an indirect wholly-owned subsidiary of the Company) entered into the sale and purchase agreement (the "**Agreement**") with Time IT IN E (Pantai Timur) Sdn. Bhd. (the "**Vendor**"), pursuant to which the Purchaser agrees to acquire and the Vendor agrees to dispose a piece of freehold land held under GM 8266, Lot 87592, Mukim Klang, Daerah Klang, Negeri Selangor measuring approximately 2,060 square meters in area (the "**Land**") together with a single storey semi-detached factory and a double storey office building with a total build up area of 14,181 square feet erected thereon (the "**Building**") having its assessment address at No. 8 (PT 87592), Jalan Spring 34/23, Seksyen 34, 40470 Shah Alam, Selangor Darul Ehsan for a total purchase price of RM6,100,000.00 (equivalent to approximately HK$11,590,000.00) (the "**Acquisition**").

As at the date of this announcement, 10% of the purchase consideration for the Acquisition has been paid. The remaining of the purchase consideration will be settled in accordance with the Agreement. The Company's solicitors are currently in the progress of preparing and submitting the relevant documentation for the transfer of title of the Land.

For further details, please refer to the announcement of the Company dated 15 December 2025.

Other than as disclosed above, the Board is not aware of any other significant events requiring disclosure under the GEM Listing Rules that have taken place during the Financial Year.

IMPORTANT EVENT SUBSEQUENT TO 31 DECEMBER 2025 AND UP TO THE DATE OF THIS ANNOUNCEMENT

The Board is not aware of any important event requiring disclosure under the GEM Listing Rules that has taken place subsequent to 31 December 2025 and up to the date of this announcement.

PURCHASE, SALE OR REDEMPTION OF THE COMPANY'S LISTED SECURITIES

Neither the Company nor any of its subsidiaries had purchased, sold or redeemed any of the Company's listed securities (including sale of treasury shares (the "**Treasury Shares**") within the meaning under the GEM Listing Rules) during the Financial Year. As at 31 December 2025, the Company did not hold any Treasury Shares.

DIRECTORS' SECURITIES TRANSACTIONS

The Company has adopted the required standard of dealings set out in Rules 5.48 to 5.67 of the GEM Listing Rules as its own securities dealing code regarding Directors' dealings in securities of the Company. Having made specific enquiry to the Directors, all Directors have confirmed that they have complied with the required standard of dealings and there is no event of non-compliance during the Financial Year.

AUDIT COMMITTEE

The Company established an audit committee (the "**Audit Committee**") on 20 September 2017 with written terms of reference in compliance with the GEM Listing Rules and the CG Code. The Board has adopted a revised terms of reference of the Audit Committee effective on 20 March 2019. The primary duties of the audit committee are to assist the Board in overseeing the financial reporting and disclosure processes, internal control and risk management systems of the Company, and the audit process.

The Audit Committee currently comprises four independent non-executive Directors, namely, Mr. Ho Ming Hon, Dato' Sri Dr. Hou Kok Chung, Dato' Lee Chee Leong and Ms. Tai Lung Hsing. Mr. Ho Ming Hon is the chairman of the Audit Committee.

The Audit Committee has reviewed the consolidated results of the Group for the Financial Year and discussed with the management of the Company the accounting principles and practices adopted by the Group as well as internal controls and other financial reporting matters. The Audit Committee is of the opinion that such results have been prepared in compliance with the applicable accounting standards, the requirements under the GEM Listing Rules and other applicable legal requirements, and that adequate disclosures had been made.

FINANCIAL INFORMATION

The financial information set out in this announcement does not constitute the Group's audited consolidated financial statements for the Financial Year, but represents an extract from those financial statements. The financial information has been reviewed by the Audit Committee and approved by the Board, as to the amounts set out in the Group's audited consolidated financial statements for the year.

REVIEW OF ANNUAL RESULTS ANNOUNCEMENT

The figures in respect of the Group's consolidated statement of financial position, consolidated statement of profit or loss and other comprehensive income and the related notes thereto for the year ended 31 December 2025 as set out in the preliminary announcement have been agreed by the Group's auditor, BDO Limited, to the amounts set out in the Group's audited consolidated financial statements for the year. The work performed by BDO Limited in this respect did not constitute an assurance engagement and consequently no opinion or assurance conclusion has been expressed by BDO Limited on the preliminary announcement.

By order of the Board
FURNIWEB HOLDINGS LIMITED
Dato' Lim Heen Peok
Chairman

Malaysia, 30 March 2026

As at the date of this announcement, the non-executive directors are Dato' Lim Heen Peok (the chairman) and Mr. Ng Tzee Penn, the executive directors are Er. Kang Boon Lian, Mr. Andrew Chan Lim-Fai and Mr. Tan Chuan Dyi, and the independent non-executive directors are Mr. Ho Ming Hon, Dato' Sri Dr. Hou Kok Chung, Dato' Lee Chee Leong and Ms. Tai Lung Hsing.

*This announcement will remain on the "**Latest Listed Company Information**" page of the Stock Exchange's website at **www.hkexnews.hk** for at least 7 days from the date of its posting. This announcement will also be posted on the Company's website at **http://www.furniweb.com.my**.*