

MBV International Limited

(Incorporated in the Cayman Islands with limited liability)

Stock Code : 1957



INTERIM REPORT 2026

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Corporate Information

EXECUTIVE DIRECTORS

Dato' Tan Meng Seng (*Chairman*)
Dato' Tan Mein Kwang (*Chief Executive Officer*)
Mr. Tan Beng Sen
Datin Kong Siew Peng

NON-EXECUTIVE DIRECTOR

Ms. Hou Yanli (*re-designated from an executive Director to a non-executive Director on 1 April 2026 and retired on 15 May 2026*)

INDEPENDENT NON-EXECUTIVE DIRECTORS

Ms. Chui Sin Heng
Mr. Au Wing Yuen
Mr. Yu Cheeric

COMPANY SECRETARY

Ms. Lam Hoi Ki (*HKICPA*)

AUDIT COMMITTEE

Ms. Chui Sin Heng (*Chairlady*)
Mr. Au Wing Yuen
Mr. Yu Cheeric

REMUNERATION COMMITTEE

Mr. Au Wing Yuen (*Chairman*)
Ms. Chui Sin Heng
Mr. Yu Cheeric

NOMINATION COMMITTEE

Mr. Yu Cheeric (*Chairman*)
Ms. Chui Sin Heng
Mr. Au Wing Yuen

AUTHORISED REPRESENTATIVES

Dato' Tan Meng Seng
Ms. Lam Hoi Ki

REGISTERED OFFICE

Windward 3, Regatta Office Park
PO Box 1350
Grand Cayman KY1-1108
Cayman Islands

HEADQUARTERS AND PRINCIPAL PLACE OF BUSINESS IN MALAYSIA

No. 58-66, Jalan Seroja 39
Taman Johor Jaya
81100 Johor Bahru
Johor, Malaysia

PRINCIPAL PLACE OF BUSINESS IN HONG KONG

Unit B, 23/F, Yue Hing Building
103 Hennessy Road
WanChai, Hong Kong

AUDITORS

Forvis Mazars CPA Limited
Certified Public Accountants, Hong Kong
42nd Floor, Central Plaza
18 Harbour Road, Wanchai
Hong Kong

Corporate Information

PRINCIPAL BANKS

Public Bank Berhad

B-21 & B-23 Jalan Molek 1/5a
Taman Molek
81100 Johor Bahru
Johor, Malaysia

CIMB Bank Berhad

2, Jalan Dedap 20
Johor Jaya
81100 Johor Bahru
Johor, Malaysia

Alliance Bank Malaysia Berhad

No.1 & 1-01
Jalan Molek 1/29
Taman Molek
81100 Johor Bahru
Johor, Malaysia

HSBC Amanah Malaysia Berhad

46, Jalan Molek 1/10
Taman Molek
81100 Johor Bahru
Johor, Malaysia

PRINCIPAL SHARE REGISTRAR AND TRANSFER OFFICE

Ocorian Trust (Cayman) Limited

Windward 3, Regatta Office Park
PO Box 1350
Grand Cayman KY1-1108
Cayman Islands

HONG KONG BRANCH SHARE REGISTRAR AND TRANSFER OFFICE

Boardroom Share Registrars (HK) Limited

2103B, 21/F,
148 Electric Road
North Point
Hong Kong

STOCK CODE

1957

COMPANY WEBSITE

<http://www.orensport.com>

Financial Highlights

	Six months ended 30 June	
	2026	2025
	RM'000 (Unaudited)	RM'000 (Unaudited)
Revenue	83,304	87,284
Gross profit	25,460	28,221
Gross profit margin	30.6%	32.3%
Profit before tax	11,403	11,937
Profit for the period attributable to owners of the Company	9,665	8,159
Earnings per share attributable to owners of the Company		
– Basic and diluted (RM cents)	1.54	1.30

Management Discussion and Analysis

COMPANY BACKGROUND

MBV International Limited (the “**Company**”, together with its subsidiaries, the “**Group**”) is a leading imprintable apparel and gift products provider in Malaysia and Singapore. The Group sells a broad product portfolio of imprintable apparel ranging from t-shirts, uniforms, jackets, and others including other casual wear and accessories in a variety of sizes, colour and styles primarily in “blank” or undecorated form, without imprints or embellishment to customers who may decorate products with designs and logos for sale to a diversified range of consumers. With 30 years presence in the market, the Group has accumulated a large and diverse customer base in Malaysia and Singapore. Leveraging on the established and massive customer base, the Group expanded product portfolio by offering gifts and promotion items mainly for corporate marketing and advertising.

The issued shares of the Company have been listed on the Main Board of The Stock Exchange of Hong Kong Limited (the “**Stock Exchange**”) since 8 July 2020.

Financial Overview

During the six months ended 30 June 2026 (the “**Period**”), the Group’s revenue decreased by approximately 4.6% and gross profit decreased by approximately 9.8%, respectively, as compared to the six months ended 30 June 2025 (the “**Last Corresponding Period**”). The decrease in revenue and gross profit was primarily due to the decrease in sales volume of imprintable apparel and gift products.

The economic outlook for the second half of year 2026 will remain uncertain and challenging. Nevertheless, the Group will continue to remain prudent and maintain a healthy cash flow position as part of our measures to mitigate risks, while ensuring a solid financial position to seize opportunities that will enhance revenue.

FINANCIAL REVIEW

Revenue by products

The Group’s product portfolio is broadly categorised into (i) imprintable apparel; and (ii) gift products. The Group’s revenue was primarily generated from Malaysia which accounted for approximately 84.0% and 82.6% of the Group’s total revenue for the Period and the Last Corresponding Period respectively. The Group’s revenue decreased by approximately RM4.0 million or 4.6% from approximately RM87.3 million in the Last Corresponding Period to approximately RM83.3 million in the Period, primarily due to the decrease in the quantity of goods sold imprintable apparel and gift products during the Period.

Imprintable apparel

The imprintable apparel products, the Group’s primary product category, are core apparel essentials commonly used for a wide range of consumers across different demographics throughout a year in Malaysia and Singapore. The revenue generated from the imprintable apparel decreased by approximately RM3.7 million or 5.3% from approximately RM69.2 million in the Last Corresponding Period to approximately RM65.5 million in the Period, as the quantity of goods sold has decreased by approximately 3.3%, from approximately 6.0 million pieces in the Last Corresponding Period to approximately 5.8 million pieces in the Period and average unit selling price has decreased by approximately 1.7%, from approximately RM11.6 per piece in the Last Corresponding Period to approximately RM11.40 per piece in the Period.

Management Discussion and Analysis

Gift products

The Group has broadened gift product portfolio by offering more product categories for the customers to choose from and successfully expanded into the imprintable gift segment since 2015, which are popular corporate marketing and advertising items. The revenue generated from the gift products decreased by approximately RM0.2 million or 1.1% from approximately RM18.0 million in the Last Corresponding Period to approximately RM17.8 million in the Period. This modest decline was driven by decrease in the quantity of goods sold by approximately 10.2% from approximately 4.9 million pieces in the Last Corresponding Period to approximately 4.4 million pieces in the Period, which was largely offset by an increase in average unit selling price approximately 8.1% from approximately RM 3.7 per piece in the Last Corresponding Period to approximately RM 4.0 per piece in the Period.

Other income

Other income mainly consisted of interest income, government grants, net reversal of impairment loss of trade receivables, gain on waiver of consideration payable and others. Other income increased by approximately RM5.0 million or 250%, from approximately RM2.0 million in Last Corresponding Period to approximately RM7.0 million in the Period which was primarily due to the gain on waiver of consideration payable.

Selling and distribution costs

Selling and distribution expenses mainly comprised of (i) employee benefit costs including basic salaries and wages of the sales and marketing staff; (ii) sales commission for the sales and marketing staff; and (iii) advertising and promotions. Selling and distribution costs decreased by approximately RM0.3 million or 5.8%, from RM5.2 million in the Last Corresponding Period to approximately RM4.9 million in the Period which was primarily due to decrease in marketing and promotions.

Administrative and other operating expenses

Administrative and other operating expenses mainly comprised of staff costs including directors' remuneration and other office staff costs and welfare, transportation and travelling cost, depreciation, utilities, repair and maintenance, rental expenses, and legal and professional fee. Administrative and other operating expenses increased by approximately RM3.5 million or 28.5%, from approximately RM12.3 million in the Last Corresponding Period to approximately RM15.8 million in the Period which was primarily due to the increase of staff costs, depreciation and professional fees.

Finance costs

Finance costs for the Period mainly represented interest on interest-bearing borrowings and interest on lease liabilities. The Group's finance costs increased by approximately RM14,000 or 25.9% from approximately RM54,000 in Last Corresponding Period to approximately RM68,000 in the Period. The increase in finance costs was due to the increase in interest on lease liabilities for the Period.

Management Discussion and Analysis

Income tax expenses

Income tax expenses primarily consisted of current and deferred income tax at the applicable tax rate in accordance with the relevant laws and regulations in Malaysia and Singapore. No provision for Hong Kong profit tax has been made as the Group has no assessable profits arising in or derived from Hong Kong for the Period. The Group's entities established in the Cayman Islands and the British Virgin Islands are exempted from corporate income tax therein. Income tax expenses decreased by approximately RM1.5 million or 48.4% from approximately RM3.1 million in Last Corresponding Period to approximately RM1.6 million in the Period. The decrease in income tax expenses was due to decrease in taxable profit of certain of the Group's subsidiaries.

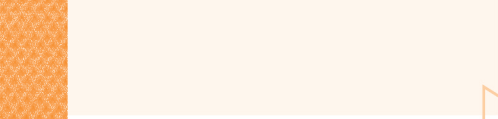
Profit attributable to owners of the Company and net profit margin

As a result of the foregoing, and primary due to the gain on waiver of consideration payable RM6.1 million in the Period, the Group recorded a profit attributable to owners of the Company of approximately RM9.7 million in the Period, compared to profit attributable to owners of the Company of approximately RM8.2 million in the Last Corresponding Period. The net profit margin of the Company was approximately 11.8% for the Period and the net profit margin of the Company was approximately 10.1% for the Last Corresponding Period.

SIGNIFICANT INVESTMENTS HELD, MATERIAL ACQUISITIONS AND DISPOSALS OF SUBSIDIARIES AND MATERIAL INVESTMENT OR CAPITAL ASSETS

On 16 February 2026 (after trading hours), China MBV Holdings Limited (the "**Vendor**"), a wholly-owned subsidiary of the Company, and Belcher Ventures Investment Ltd. (the "**Purchaser**") entered into a share purchase agreement (the "**SPA**"), pursuant to which, the Vendor conditionally agreed to sell, and the Purchaser conditionally agreed to purchase, 20,000 ordinary shares in Lordan Group Ltd. ("**Lordan**"), representing 40% of the issued share capital of Lordan, at the consideration of HK\$31,411,000 (the "**Disposal**"). Having made prudent assessments and taking into account the time required for Lordan to achieve sustainable profitability, as well as the limited business synergies with other segments of the Group, the Board considers that the Disposal represents a good opportunity to reallocate resources and investments to other business segments of the Group. Following the Disposal, the Group will no longer bear the operating losses of Lordan, and the overall financial performance of the Group is expected to improve. All the conditions precedent set out in the SPA have been fulfilled and the completion of the Disposal has taken place on 24 March 2026. Upon the completion of the Disposal, the Group ceases to hold any share in Lordan and Lordan ceases to be an associate of the Group. For details, please refer to announcements of the Company dated 16 February 2026 and 24 March 2026.

Save as disclosed above, there were no other significant investments held, material acquisitions or disposals of subsidiaries and material investments or capital assets during the six months ended 30 June 2026.



Other Information

USE OF PROCEEDS FROM THE INITIAL PUBLIC OFFERING

On 8 July 2020 (the “**Listing Date**”), the shares of the Company (the “**Shares**”) were listed on the Main Board of the Stock Exchange. After deducting share issuance expense and professional fee regarding to the global offering, the net proceeds amounted to approximately HK\$60.3 million (the “**Net Proceeds**”).

The Company published announcements on 6 November 2023 and 20 November 2023 in relation to the change in use of the unutilised Net Proceeds, amounting to approximately HK\$46.5 million to fund the settlement of the consideration for the acquisition of 20,000 shares in Lordan. Such changes were made primarily because since the Listing Date, the COVID-19 pandemic and the government-imposed lockdown and restrictions on social gatherings dealt a significant blow to the consumer apparel and gift products market in Singapore and Malaysia in the first two years, resulting in the Group rather slow utilisation of the Net Proceeds to the original purposes. As the market slowly recovered after the uplifting of pandemic-related restrictions, the Group has been exploring expansion opportunities in Asian countries such as Indonesia, Thailand and the PRC. After having considered a number of investment and expansion opportunities in these countries, the Board eventually resolved that the acquisition, due to the expansion opportunities and comparative advantages expected to be brought by it to the Group disclosed in the section headed “Reasons and Benefits of the Acquisition” in the announcement of the Company dated 6 November 2023, was the most feasible option for the Group. For further details, please refer to the announcements of the Company dated 6 November 2023 and 20 November 2023.

Subsequently, due to the Disposal, as stated in the Company’s announcement dated 24 March 2026, the Board resolved to change in the use of the portion of the Net Proceeds which remains unutilised, amounting to approximately HK\$33.0 million (the “**2026 Allocation**”), to revised use of the unutilised Net Proceeds as set out below.

Other Information

The following sets out the use of Net Proceeds during the Period:

	Balance of unutilized proceeds as at 1 January 2026 HK\$ million	Revised allocations of unutilised Net Proceeds pursuant to the 2026 Allocation HK\$ million	Actual use of Net Proceeds during the Period HK\$ million	Balance of unutilized proceeds as at 30 June 2026 HK\$ million	Expected timeline for unutilised Net Proceeds
Consideration for the acquisition of the Target Company	33.0	–	–	–	N/A
Payment for upgrading the existing sales offices, brand promotion and advertising and recruiting additional designer and sale and marketing personal	–	15.0	0.1	14.9	31 December 2028
Payment for developing an e-commerce sales platform	–	8.0	0.1	7.9	31 December 2028
General working capital	–	10.0	1.1	8.9	31 December 2028
Total	33.0	33.0	1.3	31.7	

Reasons for and Benefits of the Change in Use of Proceeds from the 2026 Allocation

As disclosed in the announcement dated 24 March 2026 in relation to the 2026 Allocation, as the original purpose for the use of the Net Proceeds is no longer applies, the Board considers that reallocating the unutilised Net Proceeds would enhance the Group's operation and business development. The Group's large customer base across Malaysia and Singapore is a result of its intensive sales and marketing effort. In order to capture the potential growth in the imprintable apparel and gift markets, alongside the Group's plan in expanding the Group's product portfolio, the Group intends to further strengthen its sales and marketing efforts to promote its existing and new products. A user-friendly e-commerce would serve as an efficient sales channel, enabling the Group to reach its customers quickly and conveniently. The platform would help attract new customers who prefer a more efficient mean to make orders, as well as customers that are located in other areas of Malaysia not covered by the Group's existing sales office.

As at 30 June 2026, there were unutilised proceeds of approximately HK\$31.7 million. The unutilised portion of the Net Proceeds were deposited in the Group's banks in Malaysia and Hong Kong.

We will also continuously evaluate, reassess, change or modify the existing plans and explore new business opportunities in view of the latest market condition with an aim to achieve sustainable business growth and to bring long-term benefits for the shareholders of the Company.



Other Information

LIQUIDITY, CAPITAL RESOURCES AND CAPITAL STRUCTURE

The Group manages its capital structure with the objectives of maintaining a sustainable growth in business and providing a long-term reasonable return to its shareholders. The Group's financial position remained healthy and stable. It is anticipated that the Group has sufficient working capital to fund its future working capital.

As at 30 June 2026, the Group's net current assets were approximately RM178.1 million (as at 31 December 2025: approximately RM152.3 million). The Group's cash and cash equivalents as at 30 June 2026 were approximately RM92.9 million (as at 31 December 2025: approximately RM130.4 million).

As at 30 June 2026, there were interest-bearing borrowings of approximately RM3.9 million (as at 31 December 2025: approximately RM4.2 million) and unutilized bank facilities of approximately RM31.4 million.

As at 30 June 2026 and 31 December 2025, the Group's interest-bearing borrowings carried mainly variable rate borrowings with weighted average effective interest rate of approximately 0.2% per annum.

GEARING RATIO

As at 30 June 2026, the gearing ratio of the Group, based on total interest-bearing borrowings and lease liabilities to total equity (including all capital and reserves) of the Group was approximately 2.4% (as at 31 December 2025: approximately 2.8%). The decrease in gearing ratio is primarily attributable to the repayment of interest-bearing borrowings and increase in equity base.

EMPLOYEES AND REMUNERATION POLICY

As at 30 June 2026, the Group employed 481 (as at 30 June 2025: 450) full-time employees in Malaysia and Singapore. The Group recognises the importance of maintaining good relationship with its employees and retaining competent staff to ensure operational efficiency and effectiveness. The remuneration packages offered to the Group's employees are based on each employee's qualifications, relevant experience, position and seniority. The Group conducts review on salary increments, bonuses and promotions based on the performance of each employee. The total staff costs (including directors emoluments) for the Period amounted to approximately RM19.5 million (Last Corresponding Period: approximately RM16.9 million).

The Group provides on-job training to new employees. During the Period, the Group had not experienced any strike, any significant problems with its employees or other material labour disputes which had materially disrupted its operation. The Group has not experienced any difficulties in the recruitment of experienced and skilled staff.

Other Information

TREASURY POLICIES AND FOREIGN CURRENCY EXPOSURE

The Group is exposed to foreign currency risk which refers to the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in foreign exchange rate. The Group's transactions are mainly denominated in Malaysian Ringgit (or "**RM**") and Singapore dollars (or "**S\$**"). Certain financial assets and liabilities of the Group are denominated in currencies other than the functional currency of the respective group entities and therefore exposed to foreign currency risk.

The Group has not experienced any material difficult or liquidity problems resulting from foreign exchange fluctuations. Although the Group currently does not undertake any hedging activities, it will monitor exchange rate trends from time to time to consider if there is such a need in the future in order to mitigate any risks arising from foreign exchange fluctuation.

PLEDGE OF ASSETS

The interest-bearing borrowings and lease liabilities of the Group are all secured by certain assets of the Group which are set out in Note 10 to the condensed consolidated financial statements.

CONTINGENT LIABILITIES

As at 30 June 2026, the Group did not have any material contingent liabilities.

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

Neither the Company nor any of its subsidiaries has purchased, sold or redeemed any of the Company's listed securities for the Period and up to the date of this report.

COMPLIANCE WITH THE MODEL CODE FOR SECURITIES TRANSACTIONS BY DIRECTORS OF LISTED ISSUERS (THE "MODEL CODE")

The Company has adopted the Model Code for Securities Transactions by Directors of Listed Issuers ("**Model Code**") as set out in Appendix C3 to the Rules ("**Listing Rules**") Governing the Listing of Securities on the Stock Exchange. Having made specific enquiry with each of the Directors, the Company has received confirmations from all Directors that they have complied with the required standards as set out in the Model Code during the six months ended 30 June 2026.

CORPORATE GOVERNANCE

The Board appreciates that good corporate governance is vital to healthy and sustainable development of the Group. During the six months ended 30 June 2026, the Company has complied with the code provisions (the "**CG Code**") as set out in the Corporate Governance Code and Corporate Governance Report contained in Appendix C1 to the Listing Rules.

Other Information

AUDIT COMMITTEE

The Company has established the audit committee of the Company (the "**Audit Committee**") in accordance with the requirements of the CG Code for the purpose of reviewing and supervising the Group's financial reporting process. The Audit Committee currently comprises three independent non-executive Directors, namely Ms. Chui Sin Heng, Mr. Au Wing Yuen and Mr. Yu Cheeric. Ms. Chui Sin Heng is the chairlady of the Audit Committee.

REVIEW OF THE INTERIM RESULTS

The Audit Committee had reviewed the unaudited condensed consolidated results of the Group for the Period and discussed with the management of the Group the accounting principles and practices adopted by the Group as well as internal controls and other financial reporting matters.

INTERESTS OF DIRECTORS AND THE CHIEF EXECUTIVE

As at 30 June 2026, the interests and short positions of each Director and the chief executive of the Company in the shares, underlying shares and debentures of the Company or any associated corporation (within the meaning of Part XV of the Securities and Future Commission ("**SFO**")) which were required to be notified to the Company and the Stock Exchange pursuant to Divisions 7 and 8 of Part XV of the SFO (including interests and short positions which they are taken or deemed to have taken under such provisions of the SFO), or which were required, pursuant to section 352 of the SFO, to be entered in the register referred to therein, or which were required to be notified to the Company and the Stock Exchange pursuant to the Model Code, were as follows:

Interests and/or short positions in the Company

Director	Nature of Interest	Number of Shares Held ⁽¹⁾	Percentage of Interest in the Company
Dato' Tan Meng Seng	Interest in controlled corporation ⁽²⁾	414,800,000 (L)	66.05%
Dato' Tan Mein Kwang	Interest in controlled corporation ⁽²⁾	414,800,000 (L)	66.05%
Mr. Tan Beng Sen	Interest in controlled corporation ⁽²⁾	414,800,000 (L)	66.05%
Datin Kong Siew Peng	Interest of spouse ⁽³⁾	414,800,000 (L)	66.05%

Notes:

- (1) The letter "L" denotes long position in the shares held.
- (2) These shares are held by MBV Capital Limited. The issued share capital of MBV Capital Limited is owned as to approximately 33.3% by each of Dato' Tan Meng Seng, Dato' Tan Mein Kwang and Mr. Tan Beng Sen, and therefore, each of Dato' Tan Meng Seng, Dato' Tan Mein Kwang and Mr. Tan Beng Sen are deemed to be interested in all the Shares registered in the name of MBV Capital Limited in the Company under Part XV of the SFO.
- (3) Datin Kong Siew Peng is the spouse of Dato' Tan MS. Accordingly, Datin Kong Siew Peng is deemed to be interested in all the Shares held by Dato' Tan MS under Part XV of the SFO.

Other Information

Save as disclosed above, as at 30 June 2026, none of the Directors nor the chief executive of the Company had any interests or short positions in the shares, underlying shares or debentures of the Company or any associated corporation (within the meaning of Part XV of the SFO) which were required to be notified to the Company and the Stock Exchange pursuant to Divisions 7 and 8 of Part XV of the SFO (including interests and short positions which he/she is taken or deemed to have under such provisions of the SFO), or which were required, pursuant to section 352 of the SFO, to be entered in the register referred to therein, or which were required to be notified to the Company and the Stock Exchange pursuant to the Model Code.

INTERESTS OF SUBSTANTIAL SHAREHOLDERS

As at 30 June 2026, so far as the Directors are aware, the following persons had an interest or short position in the Shares or the underlying Shares as recorded in the register required to be kept under the Section 336 of the SFO or which were required to be disclosed to the Company and the Stock Exchange under the provisions of Divisions 2 and 3 of Part XV of the SFO:

Name	Capacity/nature of interest	Number of Shares/ Position Held ⁽⁵⁾	Approximate percentage of shareholding
MBV Capital Limited ⁽¹⁾	Beneficial Owner	414,800,000 (L)	66.05%
Dato' Tan Meng Seng ⁽¹⁾	Interest in controlled corporation	414,800,000 (L)	66.05%
Dato' Tan Mein Kwang ⁽¹⁾	Interest in controlled corporation	414,800,000 (L)	66.05%
Mr. Tan Beng Sen ⁽¹⁾	Interest in controlled corporation	414,800,000 (L)	66.05%
Datin Kong Siew Peng ⁽²⁾	Interest of spouse	414,800,000 (L)	66.05%
Ms. Foo Kim Foong ⁽³⁾	Interest of spouse	414,800,000 (L)	66.05%
Datin Loi Siew Yoke ⁽⁴⁾	Interest of spouse	414,800,000 (L)	66.05%

Notes:

- These shares are held by MBV Capital Limited. The issued share capital of MBV Capital Limited is owned as to approximately 33.3% by each Dato' Tan Meng Seng, Dato' Tan Mein Kwang and Mr. Tan Beng Sen, and therefore, each of Dato' Tan Meng Seng, Dato' Tan Mein Kwang and Mr. Tan Beng Sen are deemed to be interested in all the Shares registered in the name of MBV Capital Limited in the Company under Part XV of the SFO.
- Datin Kong Siew Peng is the spouse of Dato' Tan Meng Seng. Accordingly, Datin Kong Siew Peng is deemed to be interested in all the Shares held by Dato' Tan Meng Seng under Part XV of the SFO.
- Ms. Foo Kim Foong is the spouse of Mr. Tan Beng Sen. Accordingly, Ms. Foo Kim Foong is deemed to be interested in all the Shares held by Mr. Tan Beng Sen under Part XV of the SFO.
- Datin Loi Siew Yoke is the spouse of Dato' Tan Mein Kwang. Accordingly, Datin Loi Siew Yoke is deemed to be interested in all the Shares held by Dato' Tan Mein Kwang under Part XV of the SFO.
- The letter "L" denotes long position in the shares held.



Other Information



Save as disclosed above, as at 30 June 2026, the Directors are not aware of any other person (other than the Directors or chief executive of the Company) had a beneficial interest or short position in the Shares as recorded in the register required to be kept under Section 336 of the SFO or the underlying Shares which would be required to be disclosed to the Company under the provisions of Divisions 2 and 3 of Part XV of the SFO.

SHARE OPTION SCHEME

The share option scheme (the “**Share Option Scheme**”) was approved and conditionally adopted by the Board and shareholders of the Company by way of written resolutions on 19 May 2020. Pursuant to the Share Option Scheme, the Directors may grant options to eligible participants to subscribe for the Shares subject to the terms and conditions stipulated therein.

There was no outstanding share option of the Company under the Share Option Scheme as at 1 January 2026 and 30 June 2026 and no share option of the Company was granted, exercised, lapsed or cancelled during the six months ended 30 June 2026. As at 1 January 2026 and 30 June 2026, the number of share options available for grant under the Share Option Scheme was 62,800,000. There is no service provider sub-limit under the Share Option Scheme.

INTERIM DIVIDEND

The Directors do not recommend payment of an interim dividend to shareholders of the Company for the Period.

IMPORTANT EVENT AFTER THE PERIOD

As at the date of this report, the Group has no significant events after the Period required to be disclosed.

By order of the Board
MBV International Limited
Dato' Tan Meng Seng
Chairman and Executive Director

Hong Kong, 21 August 2026

The Board of Directors (the “**Board**”) of MBV International Limited (the “**Company**”) presents the unaudited interim results of the Company and its subsidiaries (collectively referred to as the “**Group**”) for the six months ended 30 June 2026 together with the comparative figures for the corresponding period in 2025 as follows. The interim results have not been audited by the external auditor, but they have been reviewed by the Audit Committee of the Company.

Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income

For the six months ended 30 June 2026

	<i>Notes</i>	Six months ended 30 June	
		2026 RM'000 (Unaudited)	2025 RM'000 (Unaudited)
Revenue	4	83,304	87,284
Cost of sales		(57,844)	(59,063)
Gross profit		25,460	28,221
Other income and other gains	5	6,986	2,020
Selling and distribution expenses		(4,915)	(5,222)
Administrative and other operating expenses		(15,754)	(12,332)
Share of results of associates		(215)	(696)
Loss on disposal of associates		(91)	–
Finance costs	6	(68)	(54)
Profit before tax	6	11,403	11,937
Income tax expenses	7	(1,605)	(3,102)
Profit for the period		9,798	8,835
Other comprehensive (loss) income, net of tax			
<i>Item that will not be reclassified to profit or loss</i>			
Exchange differences on translation of the Company's financial statements to presentation currency		(197)	(1,373)
<i>Item that may be reclassified subsequently to profit or loss</i>			
Exchange differences on consolidation		320	3,188
Other comprehensive income for the period		123	1,815
Total comprehensive income for the period		9,921	10,650
Profit for the period attributable to:			
Owners of the Company		9,665	8,159
Non-controlling interests		133	676
		9,798	8,835
Total comprehensive income for the period attributable to:			
Owners of the Company		9,788	9,974
Non-controlling interests		133	676
		9,921	10,650
Earnings per share attributable to owners of the Company:			
– Basic and diluted	8	RM1.54 cents	RM1.30 cents

Condensed Consolidated Statement of Financial Position

At 30 June 2026

	Notes	At 30 June 2026 RM'000 (Unaudited)	At 31 December 2025 RM'000 (Audited)
Non-current assets			
Property, plant and equipment	10	55,216	55,892
Intangible assets	11	126	279
Investments in associates	12	–	16,076
Deferred tax assets	19	2,603	2,343
		57,945	74,590
Current assets			
Inventories	13	40,577	40,488
Trade and other receivables	14	18,683	12,122
Fixed deposit with a licensed bank		33,762	4,644
Bank balances and cash		92,898	130,419
Tax recoverable		807	–
		186,727	187,673
Current liabilities			
Trade and other payables	15	6,546	8,734
Consideration payable	16	–	22,176
Interest-bearing borrowings	17	760	771
Lease liabilities	18	1,280	1,277
Tax payable		–	2,450
		8,586	35,408
Net current assets		178,141	152,265
Total assets less current liabilities		236,086	226,855
Non-current liabilities			
Interest-bearing borrowings	17	3,099	3,439
Lease liabilities	18	359	709
		3,458	4,148
NET ASSETS		232,628	222,707
Capital and reserves			
Share capital	20	3,379	3,379
Reserves		220,362	210,574
Equity attributable to owners of the Company		223,741	213,953
Non-controlling interests		8,887	8,754
TOTAL EQUITY		232,628	222,707

Condensed Consolidated Statement of Changes in Equity

For the six months ended 30 June 2026

	Attributable to owners of the Company						Non-controlling interests RM'000	Total equity RM'000
	Reserve							
	Share capital RM'000 (Note 20)	Share premium RM'000	Capital reserve RM'000	Translation reserve RM'000	Accumulated profits RM'000	Total RM'000		
At 1 January 2025 (Audited)	3,379	45,543	2,190	1,121	160,573	212,806	6,754	219,560
Profit for the period	–	–	–	–	8,159	8,159	676	8,835
Other comprehensive (loss) income : <i>Item that will not be reclassified to profit or loss</i>								
Exchange differences on translation of the Company's financial statements to presentation currency	–	–	–	(1,373)	–	(1,373)	–	(1,373)
<i>Item that may be reclassified subsequently to profit or loss</i>								
Exchange differences on consolidation	–	–	–	3,188	–	3,188	–	3,188
Other comprehensive income for the period	–	–	–	1,815	–	1,815	–	1,815
Total comprehensive income for the period	–	–	–	1,815	8,159	9,974	676	10,650
At 30 June 2025 (Unaudited)	3,379	45,543	2,190	2,936	168,732	222,780	7,430	230,210

	Attributable to owners of the Company							Non-controlling interests RM'000	Total equity RM'000
	Reserve					Total RM'000			
	Share capital RM'000 (Note 20)	Share premium RM'000	Capital reserve RM'000	Translation reserve RM'000	Accumulated profits RM'000				
At 1 January 2026 (Audited)	3,379	45,543	2,190	2,975	159,866	213,953	8,754	222,707	
Profit for the period	-	-	-	-	9,665	9,665	133	9,798	
Other comprehensive (loss) income: <i>Item that will not be reclassified to profit or loss</i>									
Exchange differences on translation of the Company's financial statements to presentation currency	-	-	-	(197)	-	(197)	-	(197)	
<i>Item that may be reclassified subsequently to profit or loss</i>									
Exchange differences on consolidation	-	-	-	320	-	320	-	320	
Other comprehensive income for the period	-	-	-	123	-	123	-	123	
Total comprehensive income for the period	-	-	-	123	9,665	9,788	133	9,921	
At 30 June 2026 (Unaudited)	3,379	45,543	2,190	3,098	169,531	223,741	8,887	232,628	

Condensed Consolidated Statement of Cash Flows

For the six months ended 30 June 2026

	Six months ended 30 June	
	2026 RM'000 (Unaudited)	2025 RM'000 (Unaudited)
OPERATING ACTIVITIES		
Profit before tax	11,403	11,937
Adjustments for:		
Depreciation	1,630	1,291
Amortisation	148	165
Exchange differences	321	(46)
Finance costs	68	54
Interest income	(611)	(1,151)
Loss (Gain) on disposal of property, plant and equipment	31	(114)
Net fair value gain on financial assets at fair value through profit or loss	–	(120)
Provision for (Reversal of) write-down of inventories, net	1,127	(265)
Reversal of impairment loss of trade receivables, net	(47)	(66)
Share of results of associates	215	696
Loss on disposal of associates	91	–
Gain on waiver of consideration payable	(6,100)	–
Operating cash inflows before movements in working capital	8,276	12,381
Changes in working capital:		
Inventories	(1,216)	(1,182)
Trade and other receivables	(6,514)	817
Trade and other payables	(2,188)	(1,585)
Cash (used in) generated from operations	(1,642)	10,431
Income tax paid	(5,122)	(3,800)
Interest paid	(68)	(54)
Net cash (used in) from operating activities	(6,832)	6,577
INVESTING ACTIVITIES		
Interest received	611	1,151
Purchase of property, plant and equipment	(776)	(1,278)
Increase in fixed deposit in a licensed bank	(29,118)	(2)
Proceeds from disposal of property, plant and equipment	161	189
Net cash (used in) from investing activities	(29,122)	60

Condensed Consolidated Statement of Cash Flows

For the six months ended 30 June 2026

	Six months ended 30 June	
	2026 RM'000 (Unaudited)	2025 RM'000 (Unaudited)
FINANCING ACTIVITIES		
Inception of interest-bearing borrowings	–	210
Repayment of interest-bearing borrowings	(351)	(558)
Repayment of lease liabilities	(783)	(495)
Net cash used in financing activities	(1,134)	(843)
Net (decrease) increase in cash and cash equivalents	(37,088)	5,794
Cash and cash equivalents at the beginning of the reporting period	130,419	116,506
Effect on exchange rate changes, net	(433)	(1,359)
Cash and cash equivalents at the end of the reporting period, represented by bank balance and cash	92,898	120,941

Notes to the Condensed Consolidated Financial Statements

For the six months ended 30 June 2026

1. CORPORATE INFORMATION AND BASIS OF PREPARATION

MBV International Limited (the “**Company**” together with its subsidiaries are collectively referred to as the “**Group**”) was incorporated as an exempted company with limited liability in the Cayman Islands on 3 January 2019. The shares of the Company have been listed on the Main Board of The Stock Exchange of Hong Kong Limited (the “**Stock Exchange**”) on 8 July 2020. The registered office of the Company is situated at Windward 3, Regatta Office Park, PO Box 1350, Grand Cayman KY1-1108, Cayman Islands. The Company’s principal place of business is situated at Unit B, 23/F, Yue Hing Building, 103 Hennessy Road, Wan Chai, Hong Kong and the Group’s headquarter is situated at No. 58–66, Jalan Seroja 39, Taman Johor Jaya, 81100 Johor Bahru, Johor, Malaysia.

The Company is an investment holding company and its subsidiaries are principally engaged in the provision of imprintable apparel and gift products in Malaysia and Singapore.

The immediate and ultimate holding company of the Company is MBV Capital Limited, which is incorporated in the British Virgin Islands (the “**BVI**”). In the opinion of the directors of the Company, the ultimate controlling parties are Dato’ Tan Meng Seng, Dato’ Tan Mein Kwang and Mr. Tan Beng Sen (together, the “**Ultimate Controlling Party**”), who have been acting-in-concert over the course of the Group’s business history.

The condensed consolidated financial statements (the “**Interim Financial Statements**”) of the Group for the six months ended 30 June 2026 have been prepared in accordance with IAS Standard (“**IAS**”) 34 “Interim Financial Reporting” issued by the International Accounting Standard Board (the “**IASB**”) and the applicable disclosure provisions of the Rules Governing the Listing of Securities on the Stock Exchange.

The preparation of the Interim Financial Statements in conformity with IAS 34 requires the Group’s management to make judgements, estimates and assumptions that affect the application of policies and reported amounts of assets and liabilities, income and expenses on a period to date basis. Actual results may differ from these estimates.

Notes to the Condensed Consolidated Financial Statements

For the six months ended 30 June 2026

2. PRINCIPAL ACCOUNTING POLICIES

The Interim Financial Statements include an explanation of events and transactions that are significant to an understanding of the changes in financial position and financial performance of the Group since 31 December 2025, and therefore, do not include all of the information required for full set of financial statements prepared in accordance with the IFRS Accounting Standards issued by the IASB, which collective term includes all applicable individual IFRS Accounting Standards, IAS and IFRIC Interpretations issued by the IASB. They shall be read in conjunction with the Group's audited consolidated financial statements for the year ended 31 December 2025 (the **"2025 Consolidated Financial Statements"**).

The Interim Financial Statements have been prepared on the historical cost basis. The Interim Financial Statements are presented in Malaysian Ringgit ("**RM**") and rounded to the nearest thousands unless otherwise indicated.

The accounting policies and methods of computation applied in the preparation of the Interim Financial Statements are consistent with those applied in preparing the 2025 Consolidated Financial Statements, except for the adoption of the new/revised IFRS Accounting Standards further described in the "Adoption of new/revised IFRS Accounting Standards" section which are relevant to the Group and effective for the Group's financial year beginning on 1 January 2026.

Adoption of new/revised IFRS Accounting Standards

In the current interim period, the Group has applied, for the first time, certain new/revised IFRS Accounting Standards which are mandatory effective for the annual period beginning on or after 1 January 2026 for the preparation of the Interim Financial Statements.

The adoption of the new/revised IFRS Accounting Standards has no significant impact on the Interim Financial Statements.

At the date of authorisation of the Interim Financial Statement, the Group has not early adopted the new/revised IFRS Accounting Standards that have been issued but are not yet effective. Except for IFRS 18, the directors of the Company do not anticipate that the adoption of the new/revised IFRS Accounting Standards in future periods will have any material impact on the financial position, financial performance and cash flows of the Group.

3. SEGMENT INFORMATION

Information reported to the executive directors of the Company, being identified as the chief operating decision makers ("**CODM**"), for the purposes of resource allocation and assessment of segment performance focuses on types of goods delivered. No operating segments identified by CODM have been aggregated in arriving at the reportable operating segments of the Group.

Specifically, the Group's reportable and operating segments are as follows:

- 1) Wholesaling of imprintable apparel and gift products.
- 2) Manufacturing of imprintable apparel.

Notes to the Condensed Consolidated Financial Statements

For the six months ended 30 June 2026

3. SEGMENT INFORMATION (CONTINUED)

a) Segment revenue and results

Segment revenue represents revenue derived from wholesaling of imprintable apparel and gift products and manufacturing of imprintable apparel.

Segment results represent the gross profit reported by each segment without allocation of other income, selling and distribution expenses, administrative and other operating expenses, share of results of associates, loss on disposal of associates, finance costs and income tax expenses. This is the measure reported to the CODM of the Group for the purposes of resource allocation and performance assessment.

The segment information provided to the CODM of the Group for the reportable operating segments for the six months ended 30 June 2026 and 2025 is as follows:

	Wholesaling RM'000	Manufacturing RM'000	Total RM'000
For the six months ended 30 June 2026 (Unaudited)			
Segment revenue	75,668	7,636	83,304
Segment cost of sales	(53,027)	(4,817)	(57,844)
Segment results	22,641	2,819	25,460
Other income and other gains			6,986
Selling and distribution expenses			(4,915)
Administrative and other operating expenses			(15,754)
Share of results of associates			(215)
Loss on disposal of associates			(91)
Finance costs			(68)
Profit before tax			11,403
Income tax expenses			(1,605)
Profit for the period			9,798
<i>Other information</i>			
Depreciation	(1,570)	(60)	(1,630)
Amortisation	(148)	–	(148)
Provision for write-down of inventories, net	(1,127)	–	(1,127)
Reversal of impairment loss of trade receivables, net	47	–	47

Notes to the Condensed Consolidated Financial Statements

For the six months ended 30 June 2026

3. SEGMENT INFORMATION (CONTINUED)

a) Segment revenue and results (Continued)

	Wholesaling RM'000	Manufacturing RM'000	Total RM'000
For the six months ended 30 June 2025 (Unaudited)			
Segment revenue	79,590	7,694	87,284
Segment cost of sales	(53,982)	(5,081)	(59,063)
Segment results	25,608	2,613	28,221
Other income and other gains			2,020
Selling and distribution expenses			(5,222)
Administrative and other operating expenses			(12,332)
Share of results of associates			(696)
Finance costs			(54)
Profit before tax			11,937
Income tax expenses			(3,102)
Profit for the period			8,835
<u>Other information</u>			
Depreciation	(1,223)	(68)	(1,291)
Amortisation	(165)	–	(165)
Reversal of write-down of inventories, net	265	–	265
Reversal of impairment loss of trade receivables, net	66	–	66

Notes to the Condensed Consolidated Financial Statements

For the six months ended 30 June 2026

3. SEGMENT INFORMATION (CONTINUED)

b) Segment assets and liabilities

The following is an analysis of the Group's assets and liabilities by reportable operating segments:

	Wholesaling RM'000	Manufacturing RM'000	Unallocated RM'000	Total RM'000
At 30 June 2026 (Unaudited)				
Assets				
Reportable segment assets	<u>86,541</u>	<u>3,680</u>	<u>154,451</u>	<u>244,672</u>
Liabilities				
Reportable segment liabilities	<u>5,405</u>	<u>1,141</u>	<u>5,498</u>	<u>12,044</u>
Other information				
Capital expenditures	<u>1,092</u>	<u>58</u>	<u>–</u>	<u>1,150</u>

	Wholesaling RM'000	Manufacturing RM'000	Unallocated RM'000	Total RM'000
At 31 December 2025 (Audited)				
Assets				
Reportable segment assets	<u>79,973</u>	<u>4,275</u>	<u>178,015</u>	<u>262,263</u>
Liabilities				
Reportable segment liabilities	<u>7,340</u>	<u>1,394</u>	<u>30,822</u>	<u>39,556</u>
Other information				
Capital expenditures	<u>4,310</u>	<u>690</u>	<u>–</u>	<u>5,000</u>

For the purposes of monitoring segment performance and allocating resources between segments:

- segment assets include property, plant and equipment, inventories and certain trade and other receivables. Other assets are not allocated to operating segments as these assets are managed on a corporate basis; and
- segment liabilities include certain trade and other payables. Other liabilities are not allocated to operating segments as these liabilities are managed on a corporate basis.

Notes to the Condensed Consolidated Financial Statements

For the six months ended 30 June 2026

3. SEGMENT INFORMATION (CONTINUED)

c) Geographical information

The following table sets out information about the geographical location of (i) the Group's revenue from external customers and (ii) the Group's property, plant and equipment and intangible assets (the "Specified Non-current Assets"). The geographical location of the revenue is presented based on the entity's countries of domicile for the provision of imprintable apparel and gift products. The geographical location of the Specified Non-current Assets is presented based on the location of the assets.

i) Location of revenue

	Wholesaling RM'000	Manufacturing RM'000	Total RM'000
For the six months ended 30 June 2026 (Unaudited)			
Malaysia	64,433	5,575	70,008
Singapore	11,235	2,061	13,296
	<u>75,668</u>	<u>7,636</u>	<u>83,304</u>

	Wholesaling RM'000	Manufacturing RM'000	Total RM'000
For the six months ended 30 June 2025 (Unaudited)			
Malaysia	66,868	5,231	72,099
Singapore	12,722	2,463	15,185
	<u>79,590</u>	<u>7,694</u>	<u>87,284</u>

ii) Location of the Specified Non-current Assets

	At 30 June 2026 RM'000 (Unaudited)	At 31 December 2025 RM'000 (Audited)
Malaysia	55,092	55,819
Singapore	250	352
	<u>55,342</u>	<u>56,171</u>

Notes to the Condensed Consolidated Financial Statements

For the six months ended 30 June 2026

3. SEGMENT INFORMATION (CONTINUED)

d) Information about major customers

The Group's revenue from any single external customer did not contribute 10% or more of the total revenue of the Group during the six months ended 30 June 2026 and 2025.

4. REVENUE

	Six months ended 30 June	
	2026	2025
	RM'000	RM'000
	(Unaudited)	(Unaudited)
Revenue from contracts with customers within IFRS 15 – at a point in time		
Wholesaling		
– Imprintable apparel	57,869	61,549
– Gift products	17,799	18,041
Manufacturing	7,636	7,694
	<u>83,304</u>	<u>87,284</u>

5. OTHER INCOME AND OTHER GAINS

	Six months ended 30 June	
	2026	2025
	RM'000	RM'000
	(Unaudited)	(Unaudited)
Interest income	611	1,151
Government grants (Note)	16	61
Exchange gain, net	–	477
Rental income	69	68
Reversal of impairment loss of trade receivables, net	47	66
Gain on disposal of property, plant and equipment	–	114
Gain on waiver of consideration payable	6,100	–
Sundry income	143	83
	<u>6,986</u>	<u>2,020</u>

Note: During the six months ended 30 June 2026 and 2025, government grants primarily consist of subsidy for transitional wage support for employers in Singapore.

There was no unfulfilled condition or contingency relating to the government grants.

Notes to the Condensed Consolidated Financial Statements

For the six months ended 30 June 2026

6. PROFIT BEFORE TAX

This is stated after charging (crediting):

	Six months ended 30 June	
	2026 RM'000 (Unaudited)	2025 RM'000 (Unaudited)
Finance costs		
Interest on interest-bearing borrowings	4	5
Interest on lease liabilities	64	49
	68	54
Staff costs (including directors' emoluments)		
Salaries, discretionary bonus, allowances and other benefits in kind	17,811	15,373
Contributions to defined contribution plans	1,660	1,541
	19,471	16,914
Other items		
Cost of inventories sold (Note)	57,844	59,063
Auditor's remuneration	555	613
Amortisation (charged to "administrative and other operating expenses")	148	165
Depreciation (charged to "cost of sales" and "administrative and other operating expenses", as appropriate)	1,630	1,291
Exchange loss (gain), net	206	(477)
Lease payments on premises recognised as short-term lease	80	90
Loss (gain) on disposal of property, plant and equipment	31	(114)
Net fair value gain on financial assets at fair value through profit or loss	–	(120)
Provision for (Reversal of) write-down of inventories, net	1,127	(265)

Note: For the six months ended 30 June 2026, cost of inventories sold included approximately RM7,284,000 (unaudited) (six months ended 30 June 2025: approximately RM4,494,000 (unaudited)) relating to the aggregate amount of certain staff costs, depreciation of property, plant and equipment, which were included in the respective amounts as disclosed above.

Notes to the Condensed Consolidated Financial Statements

For the six months ended 30 June 2026

7. TAXATION

	Six months ended 30 June	
	2026 RM'000 (Unaudited)	2025 RM'000 (Unaudited)
Current tax		
Malaysia corporate income tax ("CIT")	1,650	2,758
Singapore CIT	215	265
	1,865	3,023
Deferred tax (Note 19)		
Changes in temporary differences	(260)	79
Total income tax expenses for the period	1,605	3,102

No provision for Hong Kong profits tax has been made as the Group had no assessable profits arising in or derived from Hong Kong for the six months ended 30 June 2026 and 2025.

The group entities established in the Cayman Islands and the BVI are exempted from CIT therein.

For the six months ended 30 June 2026 and 2025, Malaysia CIT is calculated at 24% of the estimated assessable profits. Malaysia incorporated entities with paid-up capital of RM2.5 million or less and having gross business income of not more than RM50 million enjoy tax rate of 15% on the first RM150,000 and 17% on the next RM450,000 of the estimated assessable profits and remaining balance at tax rate of 24%.

For the six months ended 30 June 2026 and 2025, Singapore CIT is calculated at 17% of the assessable profits. The Group's entities incorporated in Singapore can also enjoy 75% tax exemption on the first Singapore dollars ("S\$") 10,000 of normal chargeable income and a further 50% tax exemption on the next S\$190,000 of normal chargeable income for the six months ended 30 June 2026 and 2025.

Notes to the Condensed Consolidated Financial Statements

For the six months ended 30 June 2026

8. EARNINGS PER SHARE

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

	Six months ended 30 June	
	2026	2025
	RM'000	RM'000
	(Unaudited)	(Unaudited)
Profit for the period attributable to owners of the Company, used in basic and diluted earnings per share calculation	<u>9,665</u>	<u>8,159</u>
	'000	'000
Weighted average number of ordinary shares for basic and diluted earnings per share calculation	<u>628,000</u>	<u>628,000</u>

Diluted earnings per share are the same as the basic earnings per share as there are no potential dilutive ordinary shares in existence for the six months ended 30 June 2026 and 2025.

9. DIVIDEND

The directors of the Company did not recommend a payment of an interim dividend for the six months ended 30 June 2026 and 2025.

Notes to the Condensed Consolidated Financial Statements

For the six months ended 30 June 2026

10. PROPERTY, PLANT AND EQUIPMENT

	Right-of-use assets RM'000	Freehold land RM'000	Buildings RM'000	Leasehold improvements RM'000	Plant and machinery, furniture, fixtures and office equipment RM'000	Motor vehicles RM'000	Total RM'000
Reconciliation of carrying amount – year ended 31 December 2025 (Audited)							
At 1 January 2025	1,415	38,430	10,945	457	670	2,599	54,516
Additions	2,080	-	-	359	207	2,354	5,000
Disposals	-	-	-	-	-	(455)	(455)
Depreciation	(1,533)	-	(270)	(185)	(251)	(914)	(3,153)
Exchange realignments	(14)	-	-	-	(2)	-	(16)
At 31 December 2025	<u>1,948</u>	<u>38,430</u>	<u>10,675</u>	<u>631</u>	<u>624</u>	<u>3,584</u>	<u>55,892</u>
Reconciliation of carrying amount – six months ended 30 June 2026 (Unaudited)							
At 1 January 2026 (Audited)	1,948	38,430	10,675	631	624	3,584	55,892
Additions	374	-	-	425	253	98	1,150
Disposals	-	-	-	(3)	-	(189)	(192)
Depreciation	(724)	-	(136)	(138)	(136)	(496)	(1,630)
Exchange realignments	(4)	-	-	-	-	-	(4)
At 30 June 2026 (Unaudited)	<u>1,594</u>	<u>38,430</u>	<u>10,539</u>	<u>915</u>	<u>741</u>	<u>2,997</u>	<u>55,216</u>
At 31 December 2025 (Audited)							
Cost	5,908	38,430	14,396	2,608	7,190	7,549	76,081
Accumulated depreciation	(3,960)	-	(3,721)	(1,977)	(6,566)	(3,965)	(20,189)
	<u>1,948</u>	<u>38,430</u>	<u>10,675</u>	<u>631</u>	<u>624</u>	<u>3,584</u>	<u>55,892</u>
At 30 June 2026 (Unaudited)							
Cost	6,282	38,430	14,396	3,021	7,424	7,188	76,741
Accumulated depreciation	(4,688)	-	(3,857)	(2,106)	(6,683)	(4,191)	(21,525)
	<u>1,594</u>	<u>38,430</u>	<u>10,539</u>	<u>915</u>	<u>741</u>	<u>2,997</u>	<u>55,216</u>

Note:

The carrying amounts of the Group's freehold land and buildings pledged to secure banking facilities (Note 17) are approximately RM24,713,000 (unaudited) at 30 June 2026 (31 December 2025: approximately RM24,850,000 (audited)).

Notes to the Condensed Consolidated Financial Statements

For the six months ended 30 June 2026

11. INTANGIBLE ASSETS

	Software RM'000
Reconciliation of carrying amount	
At 1 January 2025 (Audited)	644
Amortisation	(322)
Exchange realignments	(43)
	<u>279</u>
At 31 December 2025 and 1 January 2026 (Audited)	279
Amortisation	(148)
Exchange realignments	(5)
	<u>(153)</u>
At 30 June 2026 (Unaudited)	126
	<u>126</u>
At 31 December 2025 (Audited)	
Cost	1,522
Accumulated amortisation	(1,243)
	<u>279</u>
	<u>279</u>
At 30 June 2026 (Unaudited)	
Cost	1,507
Accumulated amortisation	(1,381)
	<u>126</u>
	<u>126</u>

12. INVESTMENTS IN ASSOCIATES

	At 30 June 2026 RM'000 (Unaudited)	At 31 December 2025 RM'000 (Audited)
Unlisted shares of Lordan Group Limited ("Lordan"), at cost	<u>—</u>	<u>16,076</u>

On 16 February 2026, the Group and Belcher Ventures Investment Ltd. (the "2026 Purchaser"), entered into a share purchase agreement (the "2026 Share Purchase Agreement"), pursuant to which, the Group conditionally agreed to sell, and the 2026 Purchaser conditionally agreed to purchase entire equity interest of Lordan held by the Group, representing 20,000 ordinary shares of Lordan held by the Group (i.e. 40% of the issued share capital of Lordan) at the consideration of HK\$31,411,000 (equivalent to approximately RM16,076,000) (the "Consideration").

Notes to the Condensed Consolidated Financial Statements

For the six months ended 30 June 2026

12. INVESTMENTS IN ASSOCIATES (CONTINUED)

The completion of the disposal (the “**Completion**”) is subject to the fulfilment or (where applicable) waiver of the following conditions on or before 16 June 2026 (being the date falling four months after the date of the 2026 Share Purchase Agreement) (the “**Long Stop Date**”) or such other date as the 2026 Purchaser and the Group may agree in writing:

- (a) the 2026 Purchaser having obtained necessary consent and approval required for the transactions contemplated under the 2026 Share Purchase Agreement;
- (b) the Group having obtained necessary consent and approval required for the transactions contemplated under the 2026 Share Purchase Agreement;
- (c) the representations and warranties of the Group remaining true, accurate and complete and not misleading in all material respects at all times throughout the period from the date of the 2026 Share Purchase Agreement to the completion date.

The 2026 Purchaser may at any time waive in writing the condition set forth in paragraph (c) above.

If any of the conditions has not been fulfilled or waived (where applicable) on or before the Long Stop Date, then the 2026 Share Purchase Agreement and any matters thereunder, and rights and obligations of the parties shall lapse, without prejudice to any party’s right to claim against other parties’ antecedent breach of any obligations under the 2026 Share Purchase Agreement.

All the conditions precedent set out in the 2026 Share Purchase Agreement have been fulfilled and Completion took place on 24 March 2026. Upon Completion, the Group ceases to hold any share in Lordan and Lordan and its subsidiaries (together, “**Lordan Group**”) ceased to be associates of the Group and loss on disposal of associates of approximately RM91,000 (unaudited) was recognised in the profit or loss.

The Consideration shall be offset against the entire amount of the remaining balance of the consideration payable to the 2026 Purchaser (who is also the 2023 Vendor as set out in Note 16).

The Consideration was arrived at after arm’s length negotiations between the Group and the 2026 Purchaser taking into account, among other things: (i) the valuation of 40% equity interest in Lordan Group assessed by an independent valuer, adopting the market approach at 31 December 2025; (ii) the consideration payable as set out in Note 16 and (iii) the reasons for and the benefits of the disposal as described in the section headed “Reasons for and Benefits of the Disposal” in the Company’s disclosable transaction announcement dated 16 February 2026 in relation to disposal of shares in Lordan.

Notes to the Condensed Consolidated Financial Statements

For the six months ended 30 June 2026

13. INVENTORIES

	At 30 June 2026 RM'000 (Unaudited)	At 31 December 2025 RM'000 (Audited)
Raw materials	1,182	1,237
Work-in-progress	297	564
Finished goods	39,098	38,687
	<u>40,577</u>	<u>40,488</u>

14. TRADE AND OTHER RECEIVABLES

	Notes	At 30 June 2026 RM'000 (Unaudited)	At 31 December 2025 RM'000 (Audited)
Trade receivables			
From a related party	14(a)	430	205
From third parties		8,670	8,170
Less: Loss allowances		(470)	(517)
	14(b)	<u>8,630</u>	<u>7,858</u>
Other receivables			
Prepayments		646	776
Deposits paid to suppliers (Note)		9,396	2,869
Other deposits and receivables		11	619
		<u>10,053</u>	<u>4,264</u>
		<u>18,683</u>	<u>12,122</u>

Note: The balances at 30 June 2026 and 31 December 2025 included payment in advance to certain suppliers for the ordered apparels and gifts products to be delivered, upon completion, to the Group.

Notes to the Condensed Consolidated Financial Statements

For the six months ended 30 June 2026

14. TRADE AND OTHER RECEIVABLES (CONTINUED)

14(a) Trade receivable from a related party

The trade receivable from a related party is unsecured, interest-free and with normal credit terms up to 60 days.

	At 30 June 2026 RM'000 (Unaudited)	At 31 December 2025 RM'000 (Audited)
MYSUB Sdn. Bhd. ("MYSUB") (Note)	430	205

Note: At 30 June 2026 and 31 December 2025, close members of the Ultimate Controlling Party have significant influence over MYSUB.

14(b) Trade receivables

The ageing of trade receivables, net of loss allowances, based on invoice date at the end of each reporting period is as follows:

	At 30 June 2026 RM'000 (Unaudited)	At 31 December 2025 RM'000 (Audited)
Within 30 days	3,371	6,031
31 to 60 days	3,873	1,498
61 to 90 days	1,081	329
Over 90 days	305	–
	8,630	7,858

Notes to the Condensed Consolidated Financial Statements

For the six months ended 30 June 2026

14. TRADE AND OTHER RECEIVABLES (CONTINUED)

14(b) Trade receivables (Continued)

At the end of each reporting period, the ageing analysis of the trade receivables, net of loss allowances, by due date is as follows:

	At 30 June 2026 RM'000 (Unaudited)	At 31 December 2025 RM'000 (Audited)
Not yet due	7,186	6,818
Past due:		
Within 30 days	1,010	898
31 to 60 days	434	142
	<u>1,444</u>	<u>1,040</u>
	<u>8,630</u>	<u>7,858</u>

The Group normally grants credit terms up to 60 days from the date of issuance of invoices.

Notes to the Condensed Consolidated Financial Statements

For the six months ended 30 June 2026

15. TRADE AND OTHER PAYABLES

		At 30 June 2026 RM'000 (Unaudited)	At 31 December 2025 RM'000 (Audited)
	<i>Notes</i>		
Trade payables			
To related parties	15(a)	506	460
To third parties		990	1,091
	15(b)	1,496	1,551
Other payables			
Salary payables		3,254	4,132
Other accruals and other payables		1,796	3,051
		5,050	7,183
		6,546	8,734

15(a) Trade payables to related parties

The trade payables to related parties are unsecured, interest-free and with normal credit terms up to 30 days.

	At 30 June 2026 RM'000 (Unaudited)	At 31 December 2025 RM'000 (Audited)
Forever Silkscreen & Embroidery Sdn. Bhd. ("Forever Silkscreen") (Note)	360	453
MYSUB	146	7
	506	460

Note: At 30 June 2026 and 31 December 2025, the Ultimate Controlling Party held 50% equity interests of Forever Silkscreen.

Notes to the Condensed Consolidated Financial Statements

For the six months ended 30 June 2026

15. TRADE AND OTHER PAYABLES (CONTINUED)

15(b) Trade payables

At the end of each reporting period, the ageing analysis of the trade payables based on invoice date is as follows:

	At 30 June 2026 RM'000 (Unaudited)	At 31 December 2025 RM'000 (Audited)
Within 30 days	864	1,102
31 to 60 days	622	449
61 to 90 days	3	–
Over 90 days	7	–
	<u>1,496</u>	<u>1,551</u>

The trade payables are interest-free and with normal credit terms up to 30 days.

16. CONSIDERATION PAYABLE

	At 30 June 2026 RM'000 (Unaudited)	At 31 December 2025 RM'000 (Audited)
At the end of the reporting period	<u>–</u>	<u>22,176</u>

On 6 November 2023, the Group and Belcher Ventures Investment Ltd., an independent third party incorporated in the BVI (the “**2023 Vendor**”), entered into a conditional share purchase agreement in relation to the proposed acquisition (the “**2023 Share Purchase Agreement**”). Pursuant to which, the Group conditionally agreed to acquire, and the 2023 Vendor conditionally agreed to sell 20,000 shares in Lordan held by the 2023 Vendor, representing 40% of the issued share capital of Lordan at the consideration of HK\$57,218,250 (equivalent to approximately RM34,139,000). All the conditions precedent set out in the 2023 Share Purchase Agreement have been fulfilled and the completion took place on 29 November 2023. Upon Completion, the Group held 40% issued share capital of Lordan, and Lordan Group had become an associate of the Group.

Notes to the Condensed Consolidated Financial Statements

For the six months ended 30 June 2026

16. CONSIDERATION PAYABLE (CONTINUED)

In connection with the acquisition of Lordan Group during the year ended 31 December 2023, the total consideration of HK\$57,218,250 (equivalent to approximately RM34,139,000) shall be settled by the Group in cash, initial cash consideration of HK\$5,000,000 (equivalent to approximately RM2,983,000) was paid during the year ended 31 December 2023 and the Group shall pay HK\$52,218,250 (equivalent to approximately RM31,156,000), being the balance of the consideration to the 2023 Vendor on or before 30 April 2024.

During the year ended 31 December 2024, the Group has partially settled HK\$8,500,000 (equivalent to approximately RM5,000,000) to the 2023 Vendor. The remaining balance of the consideration of HK\$43,718,250 (equivalent to approximately RM26,156,000), was mutually agreed by the Group and the 2023 Vendor to extend the settlement on or before 31 March 2025.

During the year ended 31 December 2025, the remaining balance of the consideration of HK\$43,718,250 (equivalent to approximately RM RM22,176,000) was mutually agreed by the Group and the 2023 Vendor to extend the settlement on or before 30 September 2025 and further extended to on or before 30 September 2026.

On 5 February 2026, the 2023 Vendor agreed to waive part of the remaining balance of the consideration amounting to HK\$12,307,250 (equivalent to approximately RM6,100,000) (the "**Waiver**"). The waiver was granted in recognition of the operational and managerial support the Group has extended to the associates since the acquisition. Accordingly, the remaining balance of the consideration amounted to HK\$31,411,000 (equivalent to approximately RM16,076,000) at the date of the waiver. Subsequent to the Waiver, the Group and the 2023 Vendor further agreed to settle the remaining balance of the consideration of HK\$31,411,000 (equivalent to approximately RM16,076,000) by offsetting against the consideration under the 2026 Share Purchase Agreement (Note 12).

17. INTEREST-BEARING BORROWINGS

The secured bank borrowings are repayable ranging from within one year to over five years since their inception. At 30 June 2026, the secured bank borrowings carried weighted average effective interest rate of approximately 0.20% per annum (31 December 2025: approximately 0.22% per annum).

Notes to the Condensed Consolidated Financial Statements

For the six months ended 30 June 2026

17. INTEREST-BEARING BORROWINGS (CONTINUED)

At the end of each reporting period, details of the interest-bearing borrowings of the Group are as follows:

	At 30 June 2026 RM'000 (Unaudited)	At 31 December 2025 RM'000 (Audited)
Secured bank borrowings		
– Current portion	760	771
– Non-current portion	3,099	3,439
	3,859	4,210

The interest-bearing borrowings are secured by:

- (i) guarantees provided by the Company; and
- (ii) certain property, plant and equipment with aggregate net carrying amount of approximately RM24,713,000 (unaudited) (31 December 2025: approximately RM24,850,000 (audited)), as set out in Note 10.

All the banking facilities are subject to the fulfilment of covenants, as is commonly found in lending arrangements with financial institutions. If the subsidiaries were to breach the covenants, the drawn-down facilities would become repayable on demand. At 30 June 2026, none (31 December 2025: none) of the covenants relating to drawn-down facilities had been breached.

Notes to the Condensed Consolidated Financial Statements

For the six months ended 30 June 2026

18. LEASE LIABILITIES

	At 30 June 2026 RM'000 (Unaudited)	At 31 December 2025 RM'000 (Audited)
Right-of-use assets (Note 10)		
Leased properties	1,594	1,948
Lease liabilities		
Current	1,280	1,277
Non-current	359	709
	1,639	1,986

In addition to the information disclosed in Note 10, the Group had the following amounts relating to leases during the six months ended 30 June 2026 and 2025:

	Six months ended 30 June 2026 RM'000 (Unaudited)	2025 RM'000 (Unaudited)
Depreciation charges of right-of-use assets		
Motor vehicles	–	5
Leased properties	724	496
	724	501

The total cash outflow for leases for the six months ended 30 June 2026 was approximately RM927,000 (for the six months ended 30 June 2025: approximately RM634,000).

Notes to the Condensed Consolidated Financial Statements

For the six months ended 30 June 2026

18. LEASE LIABILITIES (CONTINUED)

Commitments and present value of lease liabilities:

	At 30 June 2026	
	Lease payment	Present value of lease payments
	RM'000 (Unaudited)	RM'000 (Unaudited)
Amounts payable:		
Within one year	1,348	1,282
From one year to two years	313	302
From three years to five years inclusive	58	55
	<u>1,719</u>	<u>1,639</u>
Less: future finance charges	(80)	–
Total lease liabilities	<u>1,639</u>	<u>1,639</u>

	At 31 December 2025	
	Lease payment	Present value of lease payments
	RM'000 (Audited)	RM'000 (Audited)
Amounts payable:		
Within one year	1,395	1,303
From one year to two years	685	663
From three to five years inclusive	21	20
	<u>2,101</u>	<u>1,986</u>
Less: future finance charges	(115)	–
Total lease liabilities	<u>1,986</u>	<u>1,986</u>

At 30 June 2026, the weighted average effective interest rates of the lease liabilities of the Group were approximately 6.7% per annum (31 December 2025: approximately 6.2% per annum).

Notes to the Condensed Consolidated Financial Statements

For the six months ended 30 June 2026

19. DEFERRED TAX ASSETS

	At 30 June 2026 RM'000 (Unaudited)	At 31 December 2025 RM'000 (Audited)
At the beginning of the reporting period	2,343	2,075
Credit to profit or loss	260	268
At the end of the reporting period	2,603	2,343

The movements in the Group's deferred tax assets (liabilities) for the reporting period were as follows:

	Impairment/ write-down of assets RM'000	Accelerated tax depreciation RM'000	Total RM'000
At 1 January 2025 (Audited)	2,443	(368)	2,075
Income tax credit	129	139	268
At 31 December 2025 and 1 January 2026 (Audited)	2,572	(229)	2,343
Income tax credit	260	-	260
At 30 June 2026 (Unaudited)	2,832	(229)	2,603

20. SHARE CAPITAL

	Number of shares '000	HK\$'000	Equivalent to RM approximately RM'000
Ordinary shares of HK\$0.01 each			
Authorised:			
At 1 January 2025 and 30 June 2025, 1 January 2026 and 30 June 2026	5,000,000	50,000	25,636
Issued and fully paid:			
At 1 January 2025 and 30 June 2025, 1 January 2026 and 30 June 2026	628,000	6,280	3,379

Notes to the Condensed Consolidated Financial Statements

For the six months ended 30 June 2026

21. RELATED PARTY TRANSACTIONS

In addition to the transactions/information disclosed elsewhere in the Interim Financial Statements, during the six months ended 30 June 2026 and 2025, further information of the related party transactions is set out below.

(a) Related party transactions of the Group

Name of the related parties	Nature of transactions	Six months ended 30 June	
		2026 RM'000 (Unaudited)	2025 RM'000 (Unaudited)
Forever Silkscreen	Service costs	(1,115)	(1,166)
MYSUB	Sales of products	471	–
	Service costs	(1,280)	–

(b) Remuneration for key management personnel (including directors) of the Group

	Six months ended 30 June	
	2026 RM'000 (Unaudited)	2025 RM'000 (Unaudited)
Salaries, discretionary bonus, allowances and other benefits in kind	4,708	4,156
Contributions to defined contribution plans	565	462
	5,273	4,618

22. FAIR VALUE MEASUREMENTS

For assets and liabilities with fair value disclosure, but not measured at fair value, all financial assets and liabilities are carried at amounts not materially different from their fair values at 30 June 2026 and 31 December 2025.

Notes to the Condensed Consolidated Financial Statements

For the six months ended 30 June 2026

23. COMMITMENTS

Commitments under operating leases

The Group as lessor

The Group leases out its properties under operating leases with average terms of three years from inception. The future aggregate minimum rental receivables under non-cancellable operating leases are as follows:

	At 30 June 2026 RM'000 (Unaudited)	At 31 December 2025 RM'000 (Audited)
Within one year	137	137
In the second to third years inclusive	23	93
	<u>160</u>	<u>230</u>