PERDANA PETROLEUM BERHAD

Company No. 372113-A
(Incorporated in Malaysia)

Interim Report for the Quarter Ended 30 June 2026

PERDANA PETROLEUM BERHAD
(Company No. 372113 - A)
(Incorporated in Malaysia)

INTERIM FINANCIAL REPORT FOR THE SECOND QUARTER ENDED 30 JUNE 2026

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	-----Unaudited---- Current Quarter Ended 30-Jun-26 RM'000	-----Unaudited--- Corresponding Quarter Ended 30-Jun-25 RM'000	-----Unaudited---- Current Period Ended 30-Jun-26 RM'000	-----Unaudited--- Corresponding Period Ended 30-Jun-25 RM'000
Revenue	53,484	83,244	95,658	120,807
Cost of services	(44,505)	(58,369)	(91,376)	(110,463)
Gross profit	8,979	24,875	4,282	10,344
Other income	108	19,761	219	23,145
Administrative expenses	(5,208)	(2,650)	(10,897)	(6,665)
Other expenses	(278)	(250)	(2,095)	(498)
Results from operating activities	3,601	41,736	(8,491)	26,326
Finance income	1,082	724	1,808	812
Finance costs	(542)	(1,118)	(1,194)	(2,322)
Net finance income/(costs)	540	(394)	614	(1,510)
Profit/(Loss) before tax	4,141	41,342	(7,877)	24,816
Taxation	(370)	(6,805)	(477)	(8,607)
Profit/(Loss) for the period	3,771	34,537	(8,354)	16,209
Other comprehensive expenses:				
Foreign currency translation	*(40)*	*(49,400)*	*(147)*	*(57,942)*
Total comprehensive income/(expenses) for the period attributable to Owners of the Company	*3,731*	*(14,863)*	*(8,501)*	*(41,733)*
Profit/(Loss) for the period attributable to:				
Owners of the Company	3,771	34,537	(8,354)	16,209
Total comprehensive income/(expenses) for the period attributable to:				
Owners of the Company	*3,731*	*(14,863)*	*(8,501)*	*(41,733)*
Earning/(Loss) per share (Sen)				
a) Basic	0.17	1.55	(0.38)	0.73
b) Diluted	0.17	1.54	(0.37)	0.72

(The Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the audited financial statements of the Group for the financial year ended 31 December 2025)

PERDANA PETROLEUM BERHAD

(Company No. 372113 - A)

(Incorporated in Malaysia)

INTERIM FINANCIAL REPORT FOR THE SECOND QUARTER ENDED 30 JUNE 2026

STATEMENT OF FINANCIAL POSITION

	(Unaudited) 30-Jun-26 RM'000	(Audited) 31-Dec-25 RM'000
ASSETS		
NON-CURRENT ASSETS		
Property, plant and equipment	545,155	577,493
Right-of-use assets	701	1,134
	545,856	578,627
CURRENT ASSETS		
Inventories	11,598	10,072
Trade and other receivables	50,278	77,782
Deposits and prepayments	7,856	3,122
Current tax assets	18,263	9,676
Other investment	1,187	1,187
Cash and cash equivalents	179,060	161,091
	268,242	262,930
Assets classified as held for sale	36,376	37,918
	304,618	300,848
TOTAL ASSETS	850,474	879,475
EQUITY AND LIABILITIES		
EQUITY		
Share capital	885,198	885,198
Reserves	(109,660)	(101,159)
TOTAL EQUITY ATTRIBUTABLE TO OWNERS OF THE COMPANY	775,538	784,039
NON-CURRENT LIABILITIES		
Lease liabilities	421	527
Trade and other payables	15,554	28,804
Deferred tax liabilities	3,239	3,380
	19,214	32,711
CURRENT LIABILITIES		
Loans and borrowings	29	63
Lease liabilities	303	636
Trade and other payables	52,529	58,138
Current tax liabilities	2,861	3,888
	55,722	62,725
TOTAL LIABILITIES	74,936	95,436
TOTAL EQUITY AND LIABILITIES	850,474	879,475
NET ASSETS PER SHARE ATTRIBUTABLE TO OWNERS OF THE COMPANY (RM)	0.35	0.35

(The Statement of Financial Position should be read in conjunction with the audited financial statements of the Group for the financial year ended 31 December 2025)

PERDANA PETROLEUM BERHAD
(Company No. 372113 - A)
(Incorporated in Malaysia)

INTERIM FINANCIAL REPORT FOR THE SECOND QUARTER ENDED 30 JUNE 2026

STATEMENT OF CASH FLOWS

	(Unaudited) 30-Jun-26 RM'000	(Audited) 31-Dec-25 RM'000
Cash flows from operating activities		
(Loss)/Profit before tax	(7,877)	77,092
Adjustments for:		
Accrued interest income	-	61
Depreciation of property, plant and equipment	34,679	66,856
Depreciation of right of use assets	433	679
Finance income	(1,808)	(2,632)
Finance costs	1,194	4,021
Impairment loss on property, plant and equipment	-	1,623
Reversal of impairment loss on financial instruments	-	(10,241)
Unrealised loss/(gain) on foreign exchange	521	(2,843)
Operating profit before changes in working capital	27,142	134,616
Changes in working capital:		
- Inventories	(1,526)	(5,693)
- Trade and other receivables, deposits and prepayments	22,847	91,441
- Trade and other payables	(5,745)	(21,812)
Cash generated from operations	42,718	198,552
Income tax refunded	663	2,912
Income tax paid	(10,894)	(30,057)
Net cash from operating activities	32,487	171,407
Cash flows for investing activities		
Placement of fixed deposits	-	(1,187)
Interest received	1,808	2,571
Purchase of property, plant and equipment	(857)	(58,212)
Net cash from/(used in) investing activities	951	(56,828)
Cash flows from financing activities		
Repayment of secured term loans	-	(16,890)
Repayment of hire purchase liability	(34)	(65)
Repayment to a related company	(11,350)	(31,780)
Interest paid	(2,899)	(4,662)
Interest paid on lease liabilities	(30)	(62)
Repayment of lease liabilities	(380)	(670)
Net cash used in financing activities	(14,693)	(54,129)
Net increase in cash and cash equivalents	18,745	60,450
Effect of exchange rate movements	(776)	(17,981)
Cash and cash equivalents at the beginning of the financial year	161,091	118,622
Cash and cash equivalents at the end of the financial period/year	179,060	161,091
Cash and cash equivalents		
Deposit placed with licensed banks	20,122	65,737
Cash on hand and at banks	158,938	95,354
	179,060	161,091

(The Statement of Cash Flow should be read in conjunction with the audited financial statements of the Group for the financial year ended 31 December 2025)

PERDANA PETROLEUM BERHAD
(Company No. 372113 - A)
(Incorporated in Malaysia)

INTERIM FINANCIAL REPORT FOR THE SECOND QUARTER 30 JUNE 2026

CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY

	Attributable to owners of the Company					
	Non-distributable					
	Ordinary Share Capital	Redeemable Convertible Preference Shares	Other Capital Reserve	Translation Reserve	Accumulated Losses	Total Equity
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Financial period ended 30 June 2026 (Unaudited)						
As at 1 January 2026	880,455	4,743	1,635	90,648	(193,442)	784,039
Total transactions with owners of the Company	148	(148)	-	-	-	-
Total comprehensive expenses for the period	-	-	-	(147)	(8,354)	(8,501)
Balance as at 30 June 2026	880,603	4,595	1,635	90,501	(201,796)	775,538
Financial year ended 31 December 2025 (Audited)						
As at 1 January 2025	880,324	4,874	1,635	149,994	(251,452)	785,375
Total transactions with owners of the Company	131	(131)	-			-
Total comprehensive (expenses)/income for the year	-	-	-	(59,346)	58,010	(1,336)
Balance as at 31 December 2025	880,455	4,743	1,635	90,648	(193,442)	784,039

(The Consolidated Statements of Changes in Equity should be read in conjunction with the audited financial statements of the Group for the financial year ended 31 December 2025)

PERDANA PETROLEUM BERHAD
(Company No: 372113–A)
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INTERIM FINANCIAL REPORT FOR THE SECOND QUARTER ENDED 30 JUNE 2026

PART A: EXPLANATORY NOTES PURSUANT TO MFRS 134

1. Basis of Preparation

The interim financial statements are unaudited and have been prepared in accordance with the requirements of Malaysian Financial Reporting Standards ("MFRS") 134: *Interim Financial Reporting* issued by the Malaysian Accounting Standards Board ("MASB") and paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad ("Bursa Malaysia"). The interim financial statements should be read in conjunction with the audited financial statements for the financial year ended 31 December 2025.

The accounting policies and methods of computation used in the preparation of the interim financial statements are consistent with those used in the preparation of the financial statements for the financial year ended 31 December 2025 except for the adoption of the following Amendments that are effective from 1 January 2026:

- Amendments to MFRS 9, *Financial Instruments and MFRS 7, Financial Instruments: Disclosures - Amendments to the Classification and Measurement of Financial Instruments*
- Amendments that are part of Annual Improvements – Volume 11:
    - Amendments to MFRS 1, *First-time Adoption of Malaysian Financial Reporting Standards*
    - Amendments to MFRS 7, *Financial Instruments: Disclosures*
    - Amendments to MFRS 9, *Financial Instruments*
    - Amendments to MFRS 10, *Consolidated Financial Statements*
    - Amendments to MFRS 107, *Statement of Cash Flows*

The adoption of the above Amendments does not result in any material financial impacts on the Group's or the Company's financial statements.

2. Qualification of Financial Statements

There were no qualifications on the audited financial statements of the Group and of the Company for the financial year ended 31 December 2025.

3. Seasonal or Cyclical Factors

The utilisation rate of the Group's vessels is affected by bad weather at the beginning and the end of the year. This factor has been taken into consideration in the Group's annual business plan.

4. Unusual Items

There were no unusual items affecting assets, liabilities, equity, or cash flows during the current quarter and financial period.

PART A: EXPLANATORY NOTES PURSUANT TO MFRS 134

5. Material Changes in Estimates

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimates are revised and in any future periods affected.

There are no significant areas of estimation uncertainty and critical judgements in applying accounting policies that have a significant effect on the amounts recognised in the financial statements other than those disclosed in Note 10 – Valuation of property, plant and equipment.

6. Issuance and Repayment of Debts and Equity Securities

There has been no cancellation, repurchase, resale or repayment of debts and equity securities in the current quarter and financial year other than the conversion of 456,300 Redeemable Convertible Preference Shares ("RCPS") into new ordinary shares at a conversion ratio of 1 RCPS : 1 ordinary share of the Company. The conversion price of RM0.325 per share is the same as the issue price of the RCPS.

The cumulative number of RCPS converted into ordinary shares of the Company since issuance is 1,449,438,192 as at 30 June 2026 and the number of RCPS yet to be converted as at that date is 14,191,007.

7. Dividends Paid

No dividend has been declared or paid for the financial year ended 31 December 2025 and financial period ended 30 June 2026.

PART A: EXPLANATORY NOTES PURSUANT TO MFRS 134

8. Segmental Information

8.1 Segments Results for the Current Quarter versus Corresponding Quarter

	Marine Offshore Support Services	
	Current Quarter Ended 30-Jun-26 RM'000	Corresponding Quarter Ended 30-Jun-25 RM'000
Segment profit	5,604	40,280
Included in the measure of segment profit are:		
Revenue from external customers	53,484	83,244
Inter-segment revenue	73,483	73,974
Depreciation and amortisation	(17,424)	(16,083)
Finance costs	(11)	(210)
Finance income	1,082	718
Unrealised foreign exchange gain	329	17,632

Reconciliation of reportable segment revenues, profit or loss, assets and other material items

Profit or loss		
Total profit for reportable segments	5,604	40,280
Other non-reportable segments	(1,463)	1,062
Elimination of inter-segments	-	-
Consolidated profit before tax	4,141	41,342

Current Quarter Ended 30 June 2026	External revenue RM'000	Depreciation and amortisation RM'000	Finance costs RM'000	Finance income RM'000
Total reportable segments	53,484	(17,424)	(11)	1,082
Other non-reportable segments	-	(190)	(531)	-
Consolidated total	53,484	(17,614)	(542)	1,082

PART A: EXPLANATORY NOTES PURSUANT TO MFRS 134

8. Segmental Information (cont'd)

8.1 Segments Results for the Current Quarter versus Corresponding Quarter (cont'd)

	External revenue RM'000	Depreciation and amortisation RM'000	Finance costs RM'000	Finance income RM'000
Current Quarter Ended 30 June 2025				
Total reportable segments	83,244	(16,083)	(210)	718
Other non-reportable segments		(180)	(908)	6
Consolidated total	83,244	(16,263)	(1,118)	724

8.2 Segments Results and Assets for the Current Period versus Corresponding Period

	Marine Offshore Support Services	
	Current Period Ended 30-Jun-26 RM'000	Corresponding Period Ended 30-Jun-25 RM'000
Segment (loss)/profit	(5,263)	24,356
Included in the measure of segment profit are:		
Revenue from external customers	95,658	120,807
Inter-segment revenue	137,747	121,620
Depreciation and amortisation	(34,732)	(32,435)
Finance costs	(24)	(428)
Finance income	1,806	806
Unrealised foreign exchange (loss)/gain	(453)	20,386
Segment assets	847,527	877,679

Reconciliation of reportable segment revenues, profit or loss, assets and other material items

Profit or loss		
Total (loss)/profit for reportable segments	(5,263)	24,356
Other non-reportable segments	(2,614)	460
Consolidated (loss)/profit before tax	(7,877)	24,816

PART A: EXPLANATORY NOTES PURSUANT TO MFRS 134

8. Segmental Information (cont'd)

8.2 Segments Results and Assets for the Current Period versus Corresponding Period (cont'd)

Current Period Ended 30 June 2026	**External revenue RM'000**	**Depreciation and amortisation RM'000**	**Finance costs RM'000**	**Finance income RM'000**	**Segment assets RM'000**
Total reportable segments	95,658	(34,732)	(24)	1,806	847,527
Other non-reportable segments	-	(380)	(1,170)	2	771,985
Elimination of inter-segment transactions or balances	-	-	-	-	(769,038)
Consolidated total	95,658	(35,112)	(1,194)	1,808	850,474

Corresponding Period Ended 30 June 2025	**External revenue RM'000**	**Depreciation and amortisation RM'000**	**Finance costs RM'000**	**Finance income RM'000**	**Segment assets RM'000**
Total reportable segments	120,807	(32,435)	(428)	806	877,679
Other non-reportable segments	-	(358)	(1,894)	6	774,639
Elimination of inter-segment transactions or balances	-	-	-	-	(768,976)
Consolidated total	120,807	(32,793)	(2,322)	812	883,342

PART A: EXPLANATORY NOTES PURSUANT TO MFRS 134

9. Revenue

9.1 Disaggregation of Revenue from Contracts with Customers

The Group's operations and main revenue streams are those described in the last annual financial statements. The Group's revenue is derived from contracts with customers, except for immaterial amounts related to hedge accounting.

In the following table, revenue from contracts with customers is disaggregated by service line and timing of revenue recognition.

	Current Quarter Ended 30-Jun-26 RM'000	Corresponding Quarter Ended 30-Jun-25 RM'000
Major service line		
Catering services and reimbursables	2,983	10,823
Timing of recognition		
Over time	2,983	10,823

9.2 Nature of services

The following information reflects the typical transactions of the Group:

Nature of goods or services	Timing of recognition or method used to recognise revenue	Significant payment terms
Catering services	Revenue is recognized over time when the services are performed and accepted by the customers.	Credit periods of 30 to 45 days from invoice date.

10. Valuation of Property, Plant and Equipment ("PPE")

The Group periodically reassesses its assets (except for inventories, deferred tax assets and financial assets) to determine whether there is any indication of further impairment to the assets or if there is any reversal of impairment previously provided.

The Group generally adopts value-in-use ("VIU") estimations for the reassessment which entail discounting the estimated future cash flows from the continuing use of its PPE. The Group may, where warranted, commission valuations to be performed by an independent valuer to determine the recoverable amounts of certain vessels based on their fair value less costs of disposal. The recoverable amounts were compared against the carrying amounts of the PPE.

PART A: EXPLANATORY NOTES PURSUANT TO MFRS 134

10. Valuation of Property, Plant and Equipment ("PPE") (cont'd)

The Group reviews its vessels for impairment in accordance with MFRS 136, *Impairment of Assets*. The recoverable amounts of the vessels are determined based on the higher of fair value less costs of disposal ("FVLCOD") and VIU. The Group considers each vessel with vessel parts and drydocking as a cash generating unit ("CGU"). In instances where the impairment loss of vessels is determined based on their FVLCOD, valuations are performed by an independent valuer using the market approach to determine the FVLCOD.

There is no reversal nor additional provision for impairment loss in the current quarter. The Group's accumulated impairment loss for PPE remains at RM165.6 million as at 30 June 2026 and 31 December 2025.

11. Material Events Subsequent to the Reporting Period

The ongoing conflict in the Middle East, including disruptions around the Strait of Hormuz, continues to create uncertainties in the global market. The circumstances have primarily led to crude supply disruption, higher energy cost, higher transportation cost, potential delay or shortage in certain raw materials, and volatile maritime charter markets. The scale of this current conflict is unprecedented and continues to evolve. As at the date of this report, the extent of the impact on the Group and its financial performance, if any, cannot be reliably determined.

Apart from the above, there were no material events after the current financial quarter ended 30 June 2026 up to the date of this report which are likely to substantially affect the financial results of the Group.

12. Changes in the Composition of the Group

There were no changes in the composition of the Group for the current quarter ended 30 June 2026.

13. Contingent Liabilities

a) The following are the contingent liabilities of the Group as at 30 June 2026:

	As at 30-Jun-26	
	Group	Company
	RM'000	RM'000
Contingent liabilities not considered remote		
Corporate guarantees favouring banks for facilities granted to:		
- ultimate holding company	-	-
- subsidiaries	-	-
	-	-

The Corporate guarantees favouring banks for facilities granted to the holding company were fully discharged during the financial year ended 31 December 2023.

PART A: EXPLANATORY NOTES PURSUANT TO MFRS 134

13. Contingent Liabilities (Cont'd)

b) i) In 2022 there were two (2) incidents of anchor loss involving two (2) offshore support vessels ("OSV") chartered by one of the Group's subsidiaries to two (2) engineering, procurement, construction and commissioning ("EPCC") contractors.

The Protection and Indemnity Mutual Association ("P&I Club") made an initial offer to indemnify the Group up to USD2,000,000 for the cost of recovery of both lost anchors with a penalty claim premium of USD200,250 imposed on the Group. Following the conclusion of the assessment of the loss and acceptance of the compensation offered, the Club paid a compensation of USD333,333 to the first EPCC contractor on 2 May 2023 and this claim has been closed.

As for the remaining claim, Management is reviewing the recovery plan as required by the EPCC contractor in consultation with the P&I Club. If the final cost of recovery exceeds USD1,666,667 (being the indemnity sum offered of USD2,000,000 less compensation paid of USD 333,333), the Club may review the impact of the additional cost on the premiums chargeable to the Group going forward.

ii) In the fourth quarter of 2023 there was an incident involving one of the Group's offshore support vessels chartered to a client while being used by the client. The mutual insurance association providing indemnity cover has been notified and the investigation together with the client is still ongoing.

As this incident is still under investigation, the cost of the alleged damage cannot be ascertained at this juncture.

iii) In the third quarter of 2025 there was an incident involving one of the Group's OSV chartered to a client while being used by the client. The mutual insurance association providing indemnity cover has been notified and the investigation together with the client is still ongoing.

As this incident is still under investigation, the cost of the alleged damage cannot be ascertained at this juncture.

All the Group's legal rights are reserved.

For avoidance of doubt, based on the information made available as at this date and substantiation by the management, the Directors are of the view that no material losses will arise from the possible additional claims at the date of these financial statements.

PART A: EXPLANATORY NOTES PURSUANT TO MFRS 134

14. Capital Commitments

The Group's capital commitments as at 30 June 2026 are as follows:

	30-Jun-26 RM'000	30-Jun-25 RM'000
Approved but not contracted for	10,341	25,275
Approved and contracted for	136,238	14,555
	146,579	39,830

15. Significant Related Party Transactions

a. The following are the transactions with related parties during the financial quarter:

	Current Quarter Ended 30-Jun-26 RM'000	Corresponding Quarter Ended 30-Jun-25 RM'000
Company		
i. Subsidiaries:		
- management fees income	1,413	1,413
ii. Related party:		
- interest expense	528	894
Group		
i. Related party:		
- vessel charter income	-	2,342
- interest expense	528	894

In the opinion of the Directors, the above transactions have been entered into in the ordinary course of business and have been established on terms that are not more favourable to the related parties than those generally available to the public.

b. Compensation of key management personnel

The remuneration of Directors and other members of key management are as follows:

	Current Quarter Ended 30-Jun-26 RM'000	Corresponding Quarter Ended 30-Jun-25 RM'000
Short-term employee benefits	717	529

PART B: EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

16. Review of Financial Performance

Current Year Quarter versus Preceding Year Corresponding Quarter

	Current Quarter Ended 30-Jun-26 RM'000	Corresponding Quarter Ended 30-Jun-25 RM'000	Variance RM'000	%
Revenue	53,484	83,244	(29,760)	(36)
Gross Profit	8,979	24,875	(15,896)	(64)
Profit Before Interest and Tax	3,601	41,736	(38,135)	(91)
Profit Before Tax	4,141	41,342	(37,201)	(90)
Profit After Tax	3,771	34,537	(30,766)	(89)
Profit Attributable to Ordinary Equity Holders of the Company	3,771	34,537	(30,766)	(89)

For the current quarter ending 30 June 2026, the Group has recorded a lower revenue of RM53.5 million and a lower profit before tax of RM4.1 million, compared to a revenue of RM83.2 million and a profit before tax of RM41.3 million in the corresponding quarter of 2025.

Revenue declined by RM29.8 million, or 36%, compared to the corresponding quarter despite the Group recording a marginally higher vessel utilisation rate (54% vs 52%). The decrease was primarily attributable to the absence of third-party vessel chartering income (2025: RM18.0 million) and lower ancillary income (RM5.9 million vs. RM16.5 million), mainly from catering services as well as mobilisation and demobilisation activities.

Profit before tax decreased to RM4.1 million, compared to RM41.3 million for the corresponding quarter, mainly attributable to reduced contribution from the higher-margin Accommodation Workbarge ("AWB") segment, following lower utilisation (19.7% vs. 57.1%) and weaker ancillary income. Although the AHTS segment accounted for a larger share of vessel chartering activities (86% vs. 60%), its stronger performance did not fully offset the weaker AWB results. In addition, the absence of unrealised foreign exchange gain, which contributed RM19.8 million to profit before tax in the preceding quarter, further weighed on the current quarter's profitability.

The profit after tax of RM3.8 million in the current quarter was arrived at after accounting for tax expense of RM0.4 million (see Note 21).

PART B: EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

16. Review of Financial Performance (cont'd)

Current Period Ended versus Corresponding Period Ended (cont'd)

	Current Period Ended 30-Jun-26 RM'000	Corresponding Period Ended 30-Jun-25 RM'000	Variance RM'000	%
Revenue	95,658	120,807	(25,149)	(21)
Gross Profit	4,282	10,344	(6,062)	(59)
(Loss)/Profit Before Interest and Tax	(8,491)	26,326	(34,817)	(132)
(Loss)/Profit Before Tax	(7,877)	24,816	(32,693)	(132)
(Loss)/Profit After Tax	(8,354)	16,209	(24,563)	(152)
(Loss)/Profit Attributable to Ordinary Equity Holders of the Company	(8,354)	16,209	(24,563)	(152)

For the half year ended 30 June 2026, the Group recorded a lower revenue of RM95.7 million and a loss before tax of RM7.9 million, compared to a revenue of RM120.8 million and a profit before tax of RM24.8 million for the corresponding period ended 30 June 2025.

Despite an increase in own-vessel utilisation (54% vs. 41%), revenue declined compared to the corresponding period last year, primarily due to the absence of third-party vessel chartering income (2025: RM25.9 million) and lower chargeable service income, which fell by RM12.0 million to RM6.9 million (2025: RM18.9 million). The reduction was largely driven by weaker AWB utilisation, comprising only 6.6% of total vessel utilisation for the period (2025: 26.4%). Contributing factors included higher service costs and operating expenses amid inflationary pressures arising from Middle East tensions. Partially offsetting this decline was increased revenue from AHTS chartering activities.

Loss before tax stood at RM7.9 million, compared to a profit before tax of RM24.8 million in the corresponding period last year, representing a decline of 132%. The weaker performance was mainly due to lower contributions from own-vessel chartering activities, particularly the AWB segment, as well as the absence of an unrealised foreign exchange gain of RM22.7 million recorded in the prior period.

The loss after tax for the current period reflects a tax expense of RM0.5 million, compared to RM8.6 million in the corresponding period last year (see Note 21).

PART B: EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

17. Financial Review for the Current Quarter Compared with Immediate Preceding Quarter

	Current Quarter Ended 30-Jun-26 RM'000	Preceding Quarter Ended 31-Mar-26 RM'000	Variance RM'000	%
Revenue	53,484	42,174	11,310	27
Gross Profit/(Loss)	8,979	(4,697)	13,676	291
Profit/(Loss) Before Interest and Tax	3,601	(12,092)	15,693	130
Profit/(Loss) Before Tax	4,141	(12,018)	16,159	134
Profit/(Loss) After Tax	3,771	(12,125)	15,896	131
Profit/(Loss) Attributable to Ordinary Equity Holders of the Company	3,771	(12,125)	15,896	131

In the current quarter, the Group recorded higher revenue of RM53.5 million and a profit before tax of RM4.1 million compared with revenue of RM42.1 million and loss before tax of RM12.0 million in the preceding quarter of 2026.

Revenue for the current quarter increased despite a marginally lower vessel utilisation rate (54% vs. 55%), driven primarily by the commencement of AWB utilisation and the associated ancillary income (RM5.9 million vs. RM1.1 million).

Profit before tax improved to RM4.1 million, compared with a loss of RM12.0 million in the preceding quarter. The turnaround was driven by stronger revenue, a 7% reduction (RM2.2 million) in direct operating costs through ongoing cost optimisation initiatives, higher interest income from the placement of surplus funds and lower other operating expenses.

The profit after taxation of RM3.8 million in the current quarter reflects a tax expense of RM0.4 million (see Note 21).

PART B: EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

18. Prospects

The outlook for the global oil and gas industry continues to be influenced by geopolitical developments, global economic conditions and energy market fundamentals. According to the U.S. Energy Information Administration ("EIA") August 2026 Short-Term Energy Outlook, Brent crude oil prices are forecast to average approximately USD85 per barrel in the third quarter of 2026, USD87 per barrel for the full year 2026 and USD69 per barrel in 2027[1]. The higher near-term oil prices mainly reflect supply disruptions, including constraints on oil shipments through the Strait of Hormuz and lower global oil inventories. Oil prices are expected to gradually ease as supply conditions improve and inventories rebuild, although volatility is expected to continue amid geopolitical developments and global demand and supply uncertainties.

In Malaysia, the Offshore Support Vessel market continues to be supported by PETRONAS' ongoing upstream activities, mainly on production sustaining programmes, development projects and offshore maintenance campaigns. Demand for Offshore Support Vessels ("OSVs"), particularly Anchor Handling Tug Supply ("AHTS") vessels, is expected to remain resilient, supported by sustained offshore drilling and production activities. Nevertheless, market conditions will continue to be influenced by project execution timelines, contract awards, operating costs and vessel availability.

Looking ahead, the relatively limited supply of new OSVs entering the regional market is expected to continue supporting vessel utilisation and charter rates over the medium term. Nevertheless, the Group remains mindful of potential risks arising from fluctuations in oil prices, geopolitical developments, inflationary pressures and broader macroeconomic uncertainties.

Against this backdrop, the Group remains focused on maintaining operational excellence, prudent cost management and disciplined capital allocation. At the same time, the Group continues to execute its fleet rationalisation and renewal strategy, including the construction of two new built 60T AHTS vessels, which are expected to enhance the Group's fleet capabilities and competitiveness while supporting sustainable long-term growth.

References:
1. *U.S. Energy Information Administration (EIA) Short Term Energy Outlook dated August 2026.*

PART B: EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

19. Profit for the Quarter / Period

	Current Quarter Ended 30-Jun-26 RM'000	Corresponding Quarter Ended 30-Jun-25 RM'000	Current Period Ended 30-Jun-26 RM'000	Corresponding Period Ended 30-Jun-25 RM'000
Profit/(Loss) for the quarter / period is arrived at after charging / (crediting):				
Depreciation of property, plant and equipment	17,614	16,263	35,112	32,793
Interest expense	542	1,118	1,194	2,322
Interest income	(1,082)	(724)	(1,808)	(812)
Loss/(Gain) on foreign exchange:				
- realised	117	(65)	954	(253)
- unrealised	(156)	(19,571)	521	(22,659)

Save for the above, there were no write-offs of inventories, gain or loss on disposal of quoted or unquoted investments or properties, other income including investment income and exceptional items for the current quarter and the financial period ended 30 June 2026.

20. Taxation

The provision of taxation for the current quarter and financial year under review are as follows:

	Current Quarter Ended 30-Jun-26 RM'000	Corresponding Quarter Ended 30-Jun-25 RM'000	Current Period Ended 30-Jun-26 RM'000	Corresponding Period Ended 30-Jun-25 RM'000
Current tax expense:				
Malaysian - current year	599	1,594	779	1,800
- prior year	(161)	121	(161)	111
	438	1,715	618	1,911
Deferred tax (income)/ expenses:				
Origination and reversal of temporary difference	(68)	5,090	(141)	6,696
Total Tax Expenses	**370**	**6,805**	**477**	**8,607**

PART B: EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

20. Taxation (cont'd)

The Group incurred a tax charge of RM0.4 million for the current quarter and RM0.5 million for period ended 30 June 2026, higher than the statutory tax rate due principally to the incurrence of non-deductible expenses such as recharter fee. The tax charge would have been higher if not because of the lower tax rate imposed on the chargeable profits of the Labuan subsidiaries of the Group.

21. Corporate Proposals

On 28 April 2026, the Company announced a proposal for a Share Capital Reduction pursuant to Section 116 of the Companies Act 2016 ("Proposed Share Capital Reduction"). The exercise is intended to eliminate the Company's accumulated losses through the reduction and cancellation of RM600.0 million of its issued share capital, which is lost or unrepresented by available assets. Any remaining balance will be credited to the Company's retained earnings, to be utilised in such manner as the Board deems fit and in the best interest of the Company, subject to the provisions of the Act, the Listing Requirements, and the Company's Constitution.

The above proposal was unanimously approved during the Extra Ordinary General Meeting held on 20 May 2026.

On 12 June 2026, the Company filed a petition ('Petition") at the High Court of Malaya at Shah Alam ("High Court") seeking confirmation of the Proposed Share Capital Reduction.

Pursuant to the hearing for the Petition fixed on 30 July 2026, no objections had been received from the creditors of the Company and subsequently, the High Court granted an order in terms of the Petition, thereby confirming the Proposed Share Capital Reduction ("Court Order").

The Court Order was subsequently sealed on 10 August 2026. The Company will proceed with the requisite lodgement with the Companies Commission of Malaysia in accordance with Section 116 of the Companies Act 2016.

The Proposed Share Capital Reduction will take effect upon the lodgement of the sealed copy of the Court Order with the Companies Commission of Malaysia. Thereafter, the Company will undertake the requisite advertisement and other consequential steps in accordance with the Court Order and the applicable statutory requirements.

As at 12 August 2026, being the latest practicable date not earlier than seven (7) days from the issuance of this interim report, no other corporate proposals had been announced.

PART B: EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

22. Borrowings

Total Group's borrowings as at 30 June 2026 were as follows:

	As at Current Period Ended 30-Jun-2026					
	Non-current		Current		Total borrowings	
	USD'000	RM'000	USD'000	RM'000	USD'000	RM'000
Finance Lease	-	-	-	29	-	29

Exchange rate (USD: MYR) at USD1: MYR4.073 (*Source of reference: Bank Negara Malaysia website)*

Total Group's borrowings as at 31 December 2025 were as follows:

	As at Current Period Ended 31-Dec-2025					
	Non-current		Current		Total borrowings	
	USD'000	RM'000	USD'000	RM'000	USD'000	RM'000
Finance Lease	-	-	-	63	-	63

Exchange rate (USD: MYR) at USD1: MYR4.060 (*Source of reference: Bank Negara Malaysia website*)

As at 30 June 2026, the total outstanding borrowings were RM0.01 million compared to RM0.1 million as at 31 December 2025. The Group's borrowings are interest-bearing and denominated in Ringgit Malaysia ("MYR").

23. Material Litigations

Intra Oil Services Berhad ("IOS"), a wholly owned subsidiary of Perdana Petroleum Berhad, has been named as the 4th Defendant in a Writ of Summons and Statement of Claim ("Writ" and "SOC") filed by Azsat Global Sdn Bhd ("Azsat" or the "Plaintiff"), claiming general damages of approximately RM6.7 million for loss of revenue, together with interest at the rate of 5% per annum from the date of the Writ until full settlement. Azsat had previously provided satellite internet services to IOS's vessels until the relevant contracts lapsed.

The SOC was filed by Azsat on 14 April 2025 against six parties, including IOS and received by IOS on 23 April 2025. In the SOC, the Plaintiff alleges that IOS conspired with the 1st and/or 2nd Defendants (former officers of the Plaintiff) and/or the 3rd Defendant to cause Azsat's loss by terminating the service contracts for its vessels. The Company and IOS deny the allegation of conspiracy and have instructed solicitors to file a defence and contest the claim accordingly. Pursuant to an agreement with Azsat's solicitors, the extended deadline for IOS to file its Defence was 4 June 2025.

23. Material Litigations (cont'd)

The 1st, 2nd, and 3rd Defendants have entered appearances in the proceedings via a Memorandum of Appearance dated 30 April 2025, which only recently came to the attention of IOS's solicitors. 1st, 2nd, and 3rd Defendants' solicitors wrote to the Court to seek an extension of time until 30 May 2025 to file their respective Defences. The Court granted the request for an extension, and the new deadline for the 1st, 2nd, and 3rd Defendants to file their respective Defences fell on or before 30 May 2025.

On 30 May 2025, the 1st to 3rd Defendants filed their respective Defences, generally denying the allegations and disclaiming any knowledge of or involvement in the alleged conspiracy. IOS filed its Defence on 4 June 2025, similarly, denying all material allegations and asserting that the contracts in question had expired, with any post-expiry arrangements being on a month-to-month basis. IOS contends that Azsat's claim is both legally and factually without merit.

Pursuant to Court directions, Azsat filed its Reply to IOS's Defence on 16 July 2025, maintaining its original case, disputing IOS's position on the contract expiry and renewal, and challenging the relevance of the draft contractual documents referred to by IOS. It also denies that authority had been given to change the billing entity. Azsat continues to pursue all reliefs claimed in its SOC, though the pleadings remain deficient in particulars.

Separately, on 16 June 2025, IOS issued a formal Request for Further and Better Particulars ("FNBP") to clarify the vague and generalised allegations of conspiracy. As Azsat has not provided a response to the FNBP Request, IOS has filed an application for the particulars to be furnished which is fixed to be heard on 12 March 2026.

The application was heard by the High Court on 12 March 2026, and the Court delivered its decision on 30 April 2026. The Court dismissed IOS's application and ordered costs in the cause, meaning that the costs of the application will be determined together with the outcome of the main suit.

Despite the dismissal of the application, IOS's solicitors remain of the view that Azsat's claim lacks sufficient details and supporting evidence. Accordingly, IOS has proceeded to file a striking out application on 5 May 2026 to seek the dismissal of Azsat's claim against IOS. The hearing of the striking out application has been fixed for 3 July 2026, together with similar applications filed by the 5th and 6th Defendants.

IOSB's striking out application was heard on 3 July 2026, together with the respective striking out applications filed by the 5th and 6th Defendants. After hearing the oral submissions presented by the respective parties, the Judge fixed 11 August 2026 for the delivery of his decision.

On 11 August 2026, the Court dismissed IOSB's striking out application, with costs in the cause. The Judge informed that he had considered the respective written and oral submissions of the parties but did not provide brief grounds for the dismissal. The Court also dismissed the respective striking out applications filed by the 5th and 6th Defendants.

PART B: EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REOUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

23. Material Litigations (cont'd)

Following the dismissal of the striking out applications, the Court issued pre-trial case management directions requiring the parties to file the relevant pre-trial documents, including the issues to be tried, statement of agreed facts, bundle of documents, witness lists and summaries of case, by 12 October 2026.

The Court has fixed 13 trial days for the matter on 5 to 9 July 2027, 12 to 16 July 2027 and 19 to 21 July 2027.

24. Proposed Dividends

No interim dividends have been declared or paid for the current quarter under review.

No dividend was declared or paid for the financial year ended 31 December 2025.

25. Earnings/(Loss) Per Share

a) Basic

	Current Quarter Ended 30-June-26	Corresponding Quarter Ended 30-June-25	Current Period Ended 30-June-26	Corresponding Period Ended 30-June-25
Net profit/(loss) attributable to shareholders (RM'000)	3,771	34,537	(8,354)	16,209
Weighted average number of ordinary shares ('000)				
Number of ordinary shares at the beginning of the quarter/period	2,227,482	2,227,050	2,227,453	2,227,048
Effect of conversion of RCPS	60	9	89	11
Weighted average number of ordinary shares at 30 June 2026	2,227,542	2,227,059	2,227,542	2,227,059
Basic earnings/(loss) per ordinary share (Sen)	0.17	1.55	(0.38)	0.73

PART B: EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REOUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

25. Earnings/(Loss) Per Share (cont'd)

b) Diluted

	Current Quarter Ended 30-June-26	Corresponding Quarter Ended 30-June 25	Current Year Ended 30-June 26	Corresponding Year Ended 30-June-25
Net profit/(loss) attributable to shareholders (RM'000)	3,771	34,537	(8,354)	16,209
Weighted average number of ordinary shares ('000)				
Number of ordinary shares at 01 Dec	2,227,059	2,220,834	2,227,059	2,220,834
Effect of conversion of RCPS	14,191	17,437	14,191	17,437
Weighted average number of ordinary shares at 31 December 2025	2,241,250	2,238,271	2,241,250	2,238,271
Diluted earnings/(loss) per ordinary share (Sen)	0.17	1.54	(0.37)	0.72

The Company has on 31 December 2019 issued and allotted 1,463,629,199 RCPS that are convertible into new ordinary shares in the Company (see Note 6). As at the financial period ended 30 June 2026, only 14,191,007 RCPS have yet to be converted into ordinary shares.

By Order of the Board

Jamalludin Bin Obeng
Managing Director

Date: 19 August 2026